



ST. JAMES PARISH SCHOOLS

Inspiring Hope and Purpose

COMPREHENSIVE ANNUAL FINANCIAL REPORT
As of and For the Year Ended June 30, 2012

ST. JAMES PARISH SCHOOL BOARD
LUTCHER, LOUISIANA

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date APR 03 2013

St. James Parish

SCHOOL BOARD

Lutcher, Louisiana

COMPREHENSIVE ANNUAL FINANCIAL REPORT

AS OF AND FOR THE YEAR ENDED JUNE 30, 2012

ALONZO R. LUCE, PH.D.
SUPERINTENDENT

**PREPARED BY
James D. Mitchell
ADMINISTRATIVE DIRECTOR OF BUSINESS OPERATIONS**

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

COMPREHENSIVE ANNUAL

FINANCIAL REPORT

As of and for the Year Ended June 30, 2012

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ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

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ST. JAMES PARISH SCHOOL BOARD
Lutcher, Louisiana

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ST. JAMES PARISH SCHOOLS

Inspiring Hope and Purpose

INTRODUCTORY SECTION

Dr. Alonzo Luce
Superintendent

Charles Nailor, Sr.
Board President
District 6

Kenneth Foret
Vice President
District 2



ST. JAMES
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Inspiring Hope and Purpose

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Diana Cantillo, District 1
Carol Lambert, District 3
George Nassar, District 4
Patricia Schexnayder,
District 5
Richard Reulet, District 7

February 28, 2013

To the Citizens of St. James Parish, Louisiana, and
Members of the St. James Parish School Board
1876 West Main Street
Lutcher, Louisiana 70071

Louisiana law requires that certain entities of local government, including public school boards, publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States, and audited in accordance with auditing standards generally accepted in the United States by a licensed certified public accountant or accounting firm. Pursuant to that requirement, we hereby issue the Comprehensive Annual Financial Report (CAFR) of the St. James Parish School Board (The Board), Lutcher, Louisiana, as of and for the fiscal year ended June 30, 2012.

This CAFR consists of management's representations concerning the finances of The Board. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented herein. To provide a reasonable basis for making these representations, management of The Board has established a comprehensive internal control framework that is designed to protect The Board's assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of The Board's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, The Board's comprehensive framework of internal controls has been designed to provide reasonable but not absolute assurance that the financial statements will be free from material misstatement. Management asserts that, to the best of our knowledge and belief, this CAFR is complete and reliable in all material respects.

The CAFR is presented in three sections: Introductory, Financial and Statistical. The Introductory Section includes this transmittal letter, a list of principal officials, and The Board's organizational structure. The Financial Section includes the Independent Auditors' Report, the basic financial statements, required supplementary information including Management's Discussion and Analysis (MDA), and supplemental and other information. The Statistical Section contains selected financial and demographic data, generally presented for the past ten years.

The Board's financial statements have been audited by Postlethwaite & Netterville, APAC, a firm of licensed certified public accountants headquartered in Baton Rouge, Louisiana. The goal of the independent audit was to provide reasonable assurance that the financial statements of the St. James Parish School Board, Lutcher, Louisiana, as of and for the year ended June 30, 2012, are free from

material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon their audit, that there was a reasonable basis for rendering an unqualified opinion that the St. James Parish School Board's financial statements for the fiscal year ended June 30, 2012, are fairly presented in conformity with accounting principles generally accepted in the United States. The independent auditors' report is presented as the first component of the financial section of this CAFR.

The independent audit of the financial statements of the St. James Parish School Board, Litcher, Louisiana, was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also in the audited government's internal controls and legal requirements involving the administration of federal awards. These reports are available in The Board's separately issued Single Audit Report. Accounting principles generally accepted in the United States require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Board's MD&A can be found in the financial section immediately following the report of the independent auditors.

PROFILE

The twelve governing subdivisions of the original Louisiana territory were drawn along the same lines of the ecclesiastical subdivisions of the Roman Catholic Church and were known as "parishes." Following Louisiana's admission to the Union in 1812, state officials retained the term, and Louisiana thus became the only one of the 50 United States that does not use the term "county" for its political subdivisions.

St. James Parish, with the parish seat in Convent, is located roughly equidistant from Louisiana's state capitol of Baton Rouge and world-renowned New Orleans. Bisected by the Mississippi River, the 250-square mile parish is situated in the heart of the industrial corridor nurtured by one of the world's most important waterways. Approximately 150 miles from the mouth of the river and access to worldwide shipping commerce, St. James Parish's major economic activity has long centered around the agricultural, chemical and refining industries. Sugarcane is the foremost agricultural product and a major sugar refinery makes its home in St. James Parish. The parish boasts some 17 major chemical and refining complexes that serve as the parish's primary employers. Virtually all of these industries are on or have direct access to the Mississippi River. In the spring of 1995, State of Louisiana and St. James Parish officials opened Veterans Memorial Bridge, a span linking the east bank community of Gramercy and Wallace (St. John the Baptist Parish) on the west bank. The long-awaited opening of the bridge ended an historic era in St. James Parish with the closure of the Litcher-Vacherie ferry, the primary mode of citizen transportation across the river for almost a century. The bridge has had a positive economic impact on both retail and industrial activity in the parish and is helping to keep some tax dollars in St. James Parish that have been spent in surrounding parishes in years past.

The Board is a political subdivision created under the authority of Louisiana Revised Statutes and is charged with governing the provision of public education to the citizenry of St. James Parish, Louisiana. Services provided include instructional personnel, instructional materials and supplies, instructional facilities, administrative support, business services, operations and maintenance, pupil transportation,

and school food services. The Board is authorized to establish public schools as it deems necessary, to provide adequate school facilities for parish children, to determine the number of teachers to be employed and to determine the local supplement to their base salaries provided by the State of Louisiana. All government must be consistent with the laws of the State of Louisiana and the rules and regulations of the Louisiana Board of Elementary and Secondary Education (BESE), the governing authority of over 70 school boards (64 parishes, six city, and others) and all charter schools in Louisiana. The Board is made up of seven members elected from seven single member districts who serve four-year concurrent terms. The term of the current Board members expires on December 31, 2014. The Board elects one person from its membership to serve as the President. That person is authorized to represent The Board at various functions, name committee members, sign legally binding documents and checks, and preside at Board meetings. A Vice-President is also elected by the members to serve in the absence of the President. The Board selects a person who meets BESE certification requirements to be the Superintendent of Schools. This person serves as the day-to-day administrator of the school system and performs all duties incumbent upon that office as specified in Title 17 of the Revised Statutes. State law also mandates that the Superintendent is the official Secretary and Treasurer of the school district.

The Board serves some 3,800 students and operates eight schools, two educational sites, and three support facilities throughout the parish. Total student enrollment has fluctuated between 3,700 and 4,000 over the past 20 years and the official student count at the end of the 2011-2012 school year was 3,773. A recently completed demographic study anticipates a consistent slight decline in enrollment over the next 20 years. Of The Board's 600 full-time employees, approximately 400 of those are directly involved in the instructional process. In conjunction with the regular education programs, The Board also offers pre-kindergarten, special education, vocational education, and adult education programs. The majority of the student population served is from low-income households with some 78 percent of the pupil base meeting federal qualification guidelines for free and reduced school meals.

The Board is considered a *primary government* under the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *The Reporting Entity*. As such, it is legally separate, has a separately elected governing board, and is fiscally independent of all other local governments. It has no component units as defined by this Statement, nor is it a component unit of any other government. In accordance with state law, The Board legally adopts annual budgets for its General Fund and Special Revenue Funds and effectively achieves budgetary control of other funds through bond covenants and Board-adopted construction contracts. Further information concerning budgetary practices can be found in the Notes to Basic Financial Statements in the Financial Section of the CAFR.

FACTORS AFFECTING FINANCIAL CONDITION

Through the Minimum Foundation Program (MFP), the state's basic equalization formula, and various other grants and programs, the State of Louisiana provided The Board some \$16.8 million in fiscal 2012, a decrease of some \$900,000 from 2011. The decrease was reflective of significant budget cuts in all areas of state financial support and included reductions in MFP funding as well as a variety of other grant programs. State funding accounted for 33.1 percent of total General Fund revenues in 2012, down from the 33.8 and 39.7 percent funding levels in 2011 and 2010. The State of Louisiana continues to face material budgetary shortfalls in the upcoming years and although 2012 MFP funding was approved as a zero-growth package, only the state's total outlay remained unchanged. The nuances of the MFP formula itself redistributed the same amount of 2011 funding in a much different manner to participating school systems and based on continued increases in local tax revenue collection, there is

no reason for The Board to reasonably expect anything but continued decreases or at best, standstill funding levels, from the state for the foreseeable future.

St. James Parish is unlike most of Louisiana's other public school districts in its financial support structure. A total of \$33.3 million in locally-generated revenues produced some 66 percent of The Board's General Fund revenues in fiscal year 2012. The 66 percent local support stands in stark contrast to the MFP's conceptual goal of 65:35 state to local funding.

Sales and use tax collections rank as The Board's single largest General Fund revenue source. St. James Parish has very little retail activity, relatively speaking, with approximately 90 percent of sales and use tax collections coming from the industrial sector. Industrial activity in the parish, which translates into critical tax revenue for The Board, is highly sensitive to natural resources and raw materials prices as well as worldwide supply and demand. As such, the financial condition of The Board is contingent on the vitality of the chemical and petrochemical industries.

Sales and use tax collections amounted to \$18.1 million in fiscal year 2012, down from the all-time high of \$18.7 million collected in fiscal year 2011. From 2006 through 2010, The Board's sales tax revenue ranged from \$12.1 million to \$13.3 million. Based on the past two fiscal years and the current collection levels, it's safe to say that a new benchmark level of sales tax revenue has been established. The outlook for future sales and use tax collections is bright due to the influx of new industry already located in St. James Parish and yet more industry poised to make the parish their new home.

A major U.S. steelmaker is currently constructing phase one of a pig iron plant that was the centerpiece of an economic development initiative led by Louisiana Governor Bobby Jindal and his administration. Some estimates have as much as \$35 million in sales and use tax revenue coming into the parish during the construction phase of this particular plant alone. The state and the parish continue to court major industry that are contemplating St. James Parish as their home and while only time will tell the actual financial impact of this era of industrial expansion, suffice it to say that The Board's outlook is very healthy in the realm of sales and use tax revenue. To vividly illustrate that point, consider that The Board budgeted \$17.5 million in sales and use tax revenue for fiscal year 2013 and just beyond the midway point, straight-line projections indicate that revenue may reach \$27 million for the year.

General Fund ad valorem tax collections totaled \$14.4 million in 2012, an increase of some \$1.1 million from the 2011 revenue. The increase was due to escalation in the overall assessed valuation of parish taxable property and is indicative of the burgeoning industrial activity taking place in St. James Parish. The Board has "rolled back" millage rates from authorized maximums of 45.06 mills to a levy of 43.96 mills for four consecutive years and despite the rollbacks, The Board anticipates continued increases in ad valorem tax revenues for the same reasons discussed in the context of sales and use tax collections – increased industrial activity equals increased local tax revenue.

In an effort to more efficiently utilize its financial resources, The Board has closed two schools within the past two fiscal years. As previously discussed in this letter, overall student enrollment has remained somewhat stable but differing circumstances led to the closure of the two schools. Vacherie Primary School was closed following the 2010-2011 school year and the kindergarten through second grade students previously attending Vacherie Primary School were merged into Vacherie Elementary School. A major additions and renovations project at Vacherie Elementary School accommodated the increased enrollment and made continued operation of the Primary facility impractical. Dwindling enrollment at Romeville Elementary School led to that school ceasing operations at the close of the 2011-2012 school

year. There are some minor identifiable demographic shifts impacting the Vacherie merge and closure and it appears that population and enrollment counts in that attendance zone will decrease slightly over the next several years. Demographic analysis does, however, show a significant reduction in population in the attendance zone for the former Romeville Elementary School and a recent study projects that area to become less populous over the next twenty years with an increased concentration of industry. Both of the former school facilities and sites have been sold and are no longer The Board's property.

Last year The Board commissioned a long-range education master plan and a national construction management firm recently delivered the report that encompassed demographic studies, facility condition analyses, repair / replacement cost projections, and educational specifications. With that report as a guideline, The Board has begun long-range planning to meet the parish's projected educational needs for the next several years. While nothing has been finalized at this point, The Board is evaluating further consolidation of elementary school operations by merging the student bodies of two low enrollment schools – both with a student body of less than 200 students – into other elementary schools with more efficient facilities.

LONG-TERM FINANCIAL PLANNING

The Board's three primary revenue sources are state MFP funding and the two local tax sources – sales and use tax and ad valorem tax. As previously discussed, all signs point to continued decreases in state funding, while all signs point to continued increases in local funding. That scenario in and of itself is a self-fulfilling prophecy: The construct of the state MFP formula dictates that as local tax collections increase, the need for state support decreases. Even in the face of continuing reductions of state funding, it appears that The Board is in a very healthy posture as of the date of this report. A robust General Fund fund balance of some \$22.5 million on an annual expenditure budget of some \$50 million and positive forecasts for local taxation put The Board in a financial position that most School Boards across the state and around the nation would envy.

The Board's fiscal year 2013 General Fund budget calls for deficit spending of some \$1.8 million, however, just as in the recent past, local tax collections halfway through the fiscal year have far exceeded expectations. Based on mid-year projections, sales and use tax and property tax collections may exceed their budgeted amounts by \$10 million which would certainly absorb that planned shortfall.

As with all school districts, the St. James Parish School Board's primary expenditures are employee salaries and related benefits. The Board has always strived to be a state leader in teacher pay and the 2012 state rankings bear witness to that effort. Of seventy school systems ranked, The Board offers the fifth highest salary in the state to its beginning teachers. Assuming no significant reduction in staff, it is entirely reasonable to assume that the Board's salary expenditures will increase every year. As retirement contribution rates increase on a larger salary base and The Board maintains its strong commitment to the best available health care benefits for its employees, employee benefit costs will also increase annually.

The Board continued its ambitious classroom technology initiatives in 2012 with ongoing infrastructure upgrades as well as its focus on classroom technology. The fifth year of implementation of a one-to-one laptop computer program was completed during fiscal year 2012 and a refresh cycle is slated for fiscal year 2013. While other non-employee costs essential to operating a school system – maintenance,

transportation, food service – continue to rise, The Board anticipates no major ebbs and flows in those categories that would immediately alter the scope of General Fund operations. Market-driven cost increases will certainly rearrange the use of Board resources from time to time, but will not force rearrangement of services delivered in the immediate term.

With the exception of various additions, renovations, and betterments, all Board facilities are at least 30 years old. As previously mentioned, The Board contracted with a construction management firm to provide a comprehensive facilities assessment that will be used as a guide for upcoming Capital Outlay projects.

CASH MANAGEMENT POLICIES AND PRACTICES

The Board's and management's philosophy is to maximize the return on investments while minimizing the risk of loss resulting from investments. State law allows local governments to invest in U.S. Treasury obligations, instruments of certain federal agencies, bank certificates of deposit, certain commercial paper, and the Louisiana Asset Management Pool (LAMP), a short-term investment fund managed through the office of the State Treasurer. As do all private and public concerns, The Board continues to feel the effects of a very weak investment market and relatively paltry interest earnings of \$25,467 were reported in fiscal year 2012. The five-year trend in interest earnings is eye-opening: \$770,043 was reported in 2008, \$424,814 in 2009, \$39,803 in 2010, \$31,814 in 2011, and the \$25,467 in 2012.

RISK MANAGEMENT

The Board is partially self-insured for employee group health insurance and worker's compensation and carries third-party insurance coverage for excess group health, excess worker's compensation, property, vehicle liability, general liability, teacher liability, errors and omissions, and employee surety. The Board has limited deductible exposure on all policies, and has not had any settlement in excess of coverage in the past several years. Like everyone else in the commercial insurance market, The Board was impacted by the shock waves throughout the entire insurance industry following Hurricane Katrina in 2005. Larger deductibles, greater exclusions, and mushrooming costs characterized The Board's casualty loss policies through 2008, however, policies purchased in 2009 and 2010 indicated that the market was steadily returning to the pre-Katrina levels of normalcy. That trend was short-lived however, as 2011 policies showed a significant increase in the cost of coverage and 2012 remained relatively constant with the more expensive 2011 levels.

PENSION AND OTHER POSTEMPLOYMENT BENEFITS

Board employees belong essentially to one of two statewide, cost-sharing, multiple employer retirement plans, the Teachers Retirement System of Louisiana (TRSL) and the Louisiana School Employee Retirement System (LSERS). The TRSL is open to all certified personnel, teacher aides, school clerical personnel, central office staff, and school lunch employees. Members may retire with as few as 20 years of service. The LSERS includes custodians, school bus drivers, and maintenance personnel. Members may retire at 20 years with a 2.5 percent benefit times the years of service times their highest average three years compensation. That credit rises to three percent per year for service in excess of 20 years. Retirees have some 80 percent of the cost of their health insurance paid by The Board. The cost varies depending on whether or not Medicare is their primary health insurance provider. Retirees may continue their life insurance benefits and dental insurance at their own cost.

AWARDS

Government Finance Officers Association (GFOA)

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a *Certificate of Achievement for Excellence in Financial Reporting* to the St. James Parish School Board for its Comprehensive Annual Financial Report for the year ended June 30, 2011. The certificate is a prestigious national award recognizing conformance with the highest standards for preparation of a state and local government financial report. In order to be awarded this certificate, a government unit must publish an easily readable and efficiently organized CAFR, whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements. A certificate is valid for a period of one year only and 2011 was The Board's fifteenth such award. School Board administration believes that the 2012 Comprehensive Annual Financial Report continues to meet the certificate requirements, and as such, this report will be submitted to GFOA to determine its eligibility for another certificate.

Association of School Business Officials (ASBO)

The St. James Parish School Board received the Association of School Business Officials *Certificate of Excellence in Financial Reporting* for the fiscal year ended June 30, 2011. This award certifies that the Comprehensive Annual Financial Report substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials International. This is the fifteenth year that the St. James Parish School Board has been awarded this honor. The award is granted only after an intensive technical review of financial reports by an expert panel of certified public accountants and practicing school business officials. The *Certificate of Excellence in Financial Reporting* is the highest form of recognition in school financial reporting issued by ASBO. Management believes that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2012, which will be submitted to ASBO for review, continues to meet the standards prescribed by ASBO.

ACKNOWLEDGEMENTS

Preparation of this report would not have been possible without the daily efforts of the Office of Business Services staff, particularly those staff whose services directly result in the accurate recordation, summarization, and reporting of financial transactions. We would like to take this opportunity to express our sincere appreciation to those individuals. We also wish to thank the members of the St. James Parish School Board and the administration for their support in our efforts to maintain fiscal accountability and responsibility for the St. James Parish School Board and the citizens of St. James Parish, Louisiana.

Respectfully Submitted,



Alonzo R. Luce, Ph.D.
Superintendent



James D. Mitchell
Administrative Director
of Business Operations

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

PRINCIPAL OFFICIALS

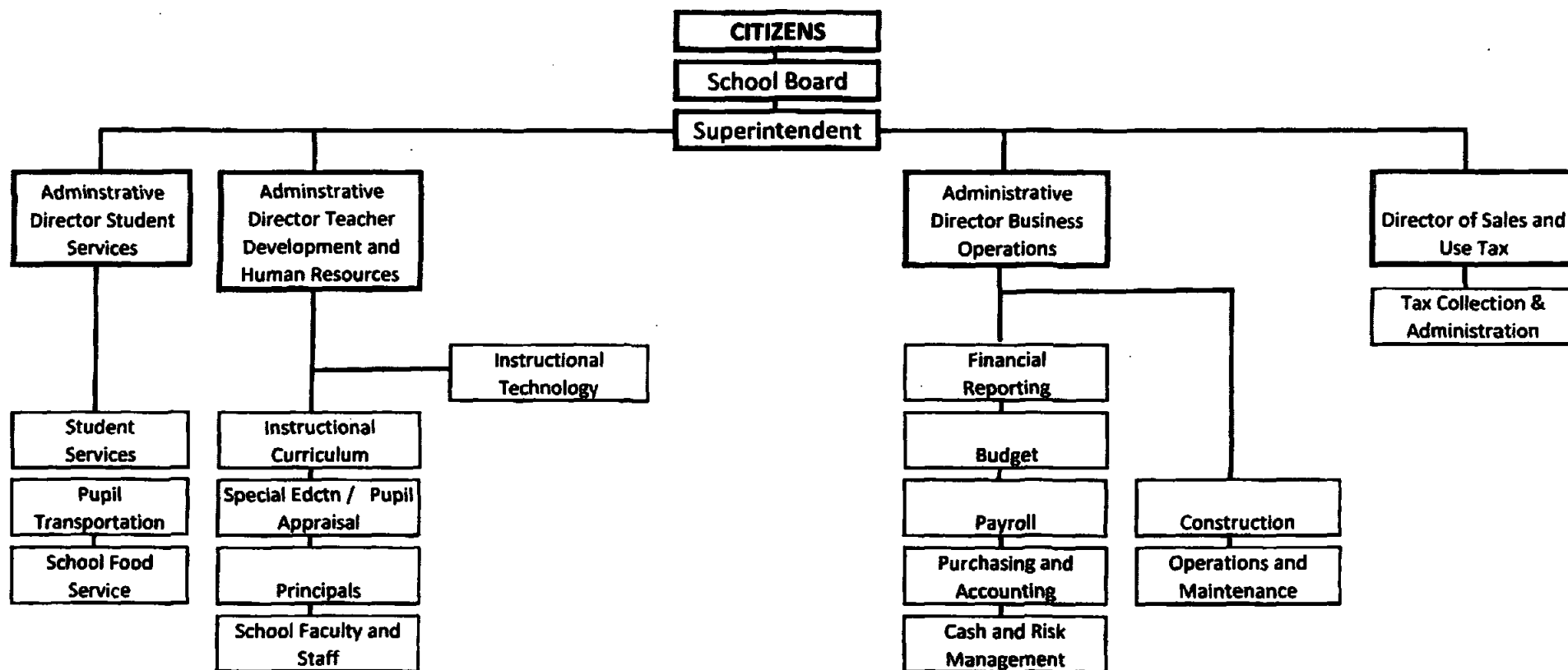
Board Members

Charles T. Nailor, President	District 6
George N. Nassar, Jr.,	District 4
Diana A. Cantillo	District 1
Kenneth J. Foret, Sr., Vice President	District 2
Carol C. Lambert	District 3
Patricia J. Schexnayder	District 5
Richard G. Reulet, Jr.	District 7

Administrative Officials

Alonzo R. Luce, Ph.D.	Superintendent
Gaynell Albert	Administrative Director of Student Services
Carol Webre	Administrative Director of Teacher Development and Human Resources
James D. Mitchell	Administrative Director of Business Operations
Neshelle N. Nogess	Director of Sales and Use Tax

ST. JAMES PARISH SCHOOL BOARD
Organizational Structure



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Certificate of Achievement for Excellence in Financial Reporting

Presented to
St. James Parish School Board
Louisiana

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2011

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Linda C. Dandson

President

Jeffrey R. Enns

Executive Director

Association of School Business Officials International



*The Certificate of Excellence in Financial Reporting Award
is presented to*

**St. James Parish School Board, Litcher,
Louisiana**

*For Its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2011*

The CAFR has been reviewed and met or exceeded
ASBO International's Certificate of Excellence standards



Brian L. Mee, SFO, RSBA
President

John D. Musso, CAE, RSBA
Executive Director



ST. JAMES PARISH SCHOOLS

Inspiring Hope and Purpose

FINANCIAL SECTION

Independent Auditors' Report

The Members of the
St. James Parish School Board
Lutcher, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the St. James Parish School Board (the School Board), as of and for the year ended June 30, 2012, which collectively comprise the School Board's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the School Board's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the St. James Parish School Board, as of June 30, 2012, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 28, 2013, on our consideration of the St. James Parish School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and schedule of schedule of funding progress on pages 3 through 9, 40-41, and 42, respectively, be presented to supplement the basis financial statements. Such information, although not a part of the basic financial statements, is required by Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to those inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Board's financial statements as a whole. The introductory section, budgetary comparison schedules, combining and individual non-major fund financial statements, capital assets statement, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual non-major fund financial statements and the capital asset statement are the responsibility of management and were derived from and related directly to the underlying accounting and other records used to prepare the financial statements. This information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statement themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Patricia W. Metturi

Gonzales, Louisiana
February 28, 2013

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

As of June 30, 2012

The Management's Discussion and Analysis of the St. James Parish School Board's financial performance presents a narrative overview and analysis of St. James Parish School Board's financial activities for the year ended June 30, 2012. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information (where available).

FINANCIAL HIGHLIGHTS

- The St. James Parish School Board's assets exceeded its liabilities by \$37,910,802 at the close of Fiscal Year 2012.
- Net assets increased by \$4,056,853 during Fiscal Year 2012.
- Sales and use tax collections totaled \$18,100,976, \$643,061 less than 2011 revenues.
- Ad Valorem tax collections totaled \$18,553,686, an increase of \$1,437,544 compared to the \$17,116,142 collected in 2011.
- Cash and Cash Equivalents and Investments decreased from \$36,698,989 in 2011 to \$30,765,404 in 2012. The \$5,933,585 decrease was due primarily to the exhaustion of Capital Projects Fund bond proceeds used for construction.
- General Fund expenditures increased substantially, rising \$3,928,234 from the 2011 amount of \$44,019,713 to the 2012 total of \$47,947,947. Instructional costs increased some \$1.8 million with several factors contributing. Although there were no major staffing additions, salaries (and related employee benefits) increased across the board with routine experience step increases as well as a condensation of The Board's salary schedule from 35 years to 30 years. With 2012 being an adoption year in the textbook refresh cycle, The Board expended some \$400,000 more than 2011 on classroom texts. The Board also absorbed an additional \$400,000 of costs preparing for the implementation of a new curriculum based on state models and absorption of programmatic expenditures previously funded by now-defunct state grant monies. Support cost increases of some \$2.1 million came primarily from three functional areas. Maintenance costs increased some \$800,000 due to an aggressive plan to address deferred maintenance issues. Transportation costs rose with the first full fiscal year of contract management of The Board's pupil transportation program as well as the retirement of all but two of The Board's owned bus fleet and the introduction of additional leased units. Technology costs increased with additional on-site technical support and the implementation of a new student information system.
- General Fund revenues decreased from \$52,025,288 in 2011 to the 2012 totals of \$50,639,391. The \$1.4 million decrease resulted from a \$761,497 reduction in state equalization funding as well as a reduction of federal EdJobs grant monies of some \$740,000.

ST. JAMES PARISH SCHOOL BOARD

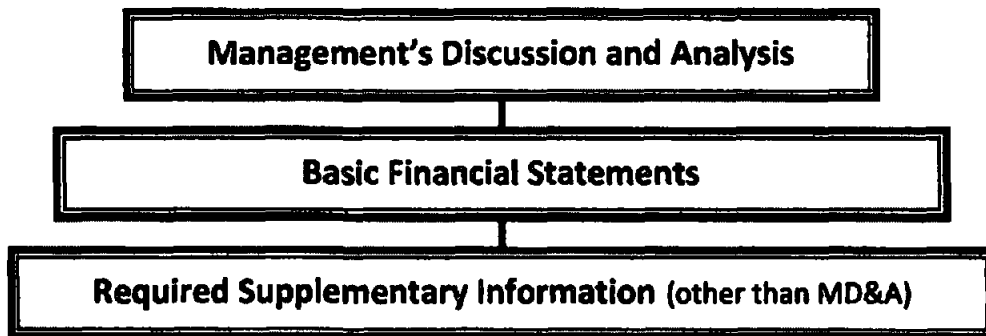
Lutcher, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

As of June 30, 2012

OVERVIEW OF THE FINANCIAL STATEMENTS

The following graphic illustrates the minimum requirements for Special Purpose Governments Engaged in Business-Type Activities established by Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*.



These financial statements consist of three sections – Management's Discussion and Analysis (this section), the basic financial statements (including the Notes to Basic Financial Statements), and required supplementary information.

Government-wide Financial Statements. The *Government-wide Financial Statements* are designed to provide readers with a broad overview of The Boards' finances, in a manner similar to private sector business.

The *Statement of Net Assets* presents information on all of The Board's assets and liabilities, with the difference between the two reported as *net assets*. Over times, increases or decreases in net assets may serve as a useful indicator of whether the financial position of The Board is improving or deteriorating.

The *Statement of Activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in nets assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future periods (e.g. uncollected taxes and earned but unused sick leave).

Both of the government-wide financial statements present functions of The Board that are principally supported by taxes and intergovernmental revenues (governmental activities). The Board, which served some 3,800 students during the 2011-2012 school year, has no functions or activities which are business-like in nature, meaning that they are primarily supported by user fees and charges for services,

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

As of June 30, 2012

such as a municipally owned utility system. The governmental activities of The Board included regular and special education programs, support services, administration, maintenance, student transportation, and school food services. The Board contains no other units of government (component units) nor is it contained as a component unit of any other level of local or state government.

Fund Financial Statements. A *fund* is grouping of related accounts that are used to maintain control over the resources that have been segregated for specific activities or objectives. The Board, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All of the funds of The Board can be divided into two categories: governmental funds and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near term inflows and outflows of spendable resources*, as well as on *balances of spendable resources available* at the end of the fiscal year. Such information may be useful in evaluating a government's near term financial requirements. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long term impact of The Board's near-term financing decisions. Both the governmental fund balance and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. The Board maintains dozens of individual governmental funds. Information is presented separately in the government fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund and the Capital Projects Fund, which are considered The Board's major funds. The remaining funds are combined into a single, aggregated presentation under the label of other governmental funds, which contains all non-major funds. Individual fund data for each of these non-major funds is provided in the form of combining statements elsewhere in this report. The Board adopts annual appropriated budgets for the General Fund and Special Revenue Funds as required by state law. Budgets are not adopted for the Debt Service and Capital Projects Funds, which effectively achieve budgetary control through bond indenture provisions and Board-adopted construction plans. Accordingly, budget to actual comparisons were not prepared for these fund types.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of outside parties such as students. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support The Board's programs. The Board's Fiduciary Fund consists of the Sales and Use Tax department and the School Activity Funds, which are school-based cash accounts.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

As of June 30, 2012

Notes to Basic Financial Statements. The notes provide additional information that is essential to a full and complete understanding of the data provided in the government-wide and fund financial statements.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information*. Included therein are the combining statements referred to earlier in connection with non-major governmental funds. Additionally, under the title of *other supplementary information*, certain financial data on individual school activity funds, capital assets, and other required topics are presented.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As previously noted, net assets may serve over time as a useful indicator of a government's financial position. On June 30, 2012, The Board's assets exceeded liabilities by \$37,910,802, an increase of \$4,056,853 from the June 30, 2011 excess of \$33,853,949. Of the 2012 amount, \$19,306,164 (51 percent) is reflected its investment in capital assets (e.g. land, buildings and improvements, furniture, fixtures and equipment) less any related debts used to acquire those assets that remain outstanding. The Board uses these capital assets in the delivery of services to its students and citizens and consequently, these assets are not available for future spending. Although The Board's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate those related liabilities. Another component of The Board's net assets represents resources that are subject to external and legal restrictions on how those resources may be used (e.g. tax dedications, bond indenture provisions, construction contracts). Accordingly, \$10,907,669 of The Board's net assets (29 percent) are reported as restricted since they are not available for use except as provided for in the applicable legal agreements or tax propositions.

St. James Parish School Board, Lutcher Louisiana

	<u>NET ASSETS</u>		
	<u>2012</u>	<u>2011</u>	<u>Change</u>
Current and Other Assets	\$ 33,829,334	\$ 40,319,239	\$ (6,489,905)
Land	2,370,231	1,370,231	1,000,000
Other Capital Assets, net of accumulated depreciation	43,394,382	35,324,313	8,070,069
TOTAL ASSETS	79,593,947	77,013,783	2,580,164
Current Liabilities	9,467,661	9,422,388	45,273
Long-Term Liabilities	32,215,484	33,737,446	(1,521,962)
TOTAL LIABILITIES	41,683,145	43,159,834	(1,476,689)
Net Assets:			
Invested in Capital Assets, net of related debt	19,306,164	16,425,494	2,880,670
Restricted	10,907,669	14,423,386	(3,515,717)
Unrestricted	7,696,969	3,005,069	4,691,900
TOTAL NET ASSETS	\$ 37,910,802	\$ 33,853,949	\$ 4,056,853

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

As of June 30, 2012

The Board's financial condition continued its upswing in 2012, adding \$4,056,853 to its net assets. Increased General Fund operational expenditures, previously discussed in this writing, was the primary reason for the reduced rate of increase in net assets as compared to 2011.

St. James Parish School Board, Lutcher Louisiana

	Changes in Net Assets		
	2012	2011	Change
Revenues:			
Charges for Services	\$ 354,847	\$ 452,333	\$ (97,486)
Operating grants	6,389,868	8,472,152	(2,082,284)
General Revenues:			
Sales and Use Taxes	18,100,976	18,744,037	(643,061)
Ad Valorem Taxes	18,553,686	17,116,142	1,437,544
Minimum Foundation Program (equalization)	15,797,140	16,558,637	(761,497)
Other	2,290,428	753,441	1,536,987
TOTAL REVENUES	61,486,945	62,096,742	(609,797)
Expenses:			
Instruction	29,995,068	29,186,105	808,963
Student and Staff Support	6,079,034	5,610,559	468,475
Administration	7,445,317	6,764,998	680,319
Plant Services	5,538,962	4,712,735	826,227
Pupil Transportation	3,287,924	2,978,547	309,377
Food Service	3,030,426	2,866,545	163,881
Debt Service	656,739	822,660	(165,921)
Other	1,396,622	1,148,197	248,425
TOTAL EXPENSES	57,430,092	54,090,346	3,339,746
INCREASE IN NET ASSETS	4,056,853	8,006,396	(3,949,543)
NET ASSETS, BEGINNING OF YEAR	33,853,949	25,847,553	8,006,396
NET ASSETS, END OF YEAR	\$ 37,910,802	\$ 33,853,949	\$ 4,056,853

FINANCIAL ANALYSIS OF THE BOARD'S FUNDS

As previously noted, The Board uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of The Board's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing The Board's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

As of June 30, 2012

At the end of fiscal 2012 , The Board's governmental funds reported a combined ending fund balance of \$27,175,357, of which \$10,907,669 (40 percent) is restricted for specifically designated purposes. The General Fund, the chief operating fund of The Board, reported fund balance restrictions of \$3,991,553 and \$2,247,719 that are restricted to expenditures for salaries and related benefits and capital outlay / operations and maintenance, respectively. Those two restrictions are pursuant to the voter-authorized sales tax propositions that provided that revenue. The Board also reported a General Fund committed fund balance of \$4,765,501 for Board-authorized self-insurance plans providing employee group health insurance and worker's compensation coverage. The General Fund reported an unassigned fund balance of \$11,381,122 on June 30, 2012. Nonspendable fund balances of \$84,058 and \$37,007 were reported in the General Fund and the Non-Major Funds, respectively, representing prepaid items and School Food Service program food inventory.

\$3,224,948 of the restricted fund balance is in the Debt Service Fund and is legally restricted to meeting long-term debt obligations from collections of ad valorem taxes approved by parish voters over the years while \$1,443,449 is restricted in the Capital Projects Fund for future construction and other capital expenditures to be financed from long-term bonded indebtedness.

GENERAL FUND BUDGETARY HIGHLIGHTS

Changes between the original and final budgets for the General Fund were significant on the revenue side of the ledger and relatively calm for total expenditures. Total General Fund budgeted revenues increased during the year by some \$3.5 million with the sales and use tax line item increasing by \$2.9 million. The property tax budget increased some \$900,000 over initial estimates and the combination of the two local tax revenue sources was somewhat offset by a reduction in state funding of some \$300,000 in the aggregate. Budgeted General Fund expenditures increased roughly \$300,000 and while there were numerous ups and downs between different object and function codes that reflected managerial decisions not altering the scope of Board operations, the proverbial sore thumb on the expenditure side was a property insurance policy that cost \$310,861 in excess of the original estimate. Actual expenditures totaled \$955,574 less than the budget estimate due to overbudgeted salaries and employee benefits, a classroom technology initiative that was not consummated prior to year end, and various smaller projects in the support categories that were not undertaken before the end of the fiscal year.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. The Board's investment in capital assets on June 30, 2012 amounted to \$45,764,613 (net of accumulated depreciation). This investment includes land, buildings and improvements, furniture, fixtures and equipment and work-in-progress. A summary of capital assets at June 30, 2012 with comparative totals as of June 30, 2011 follows:

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

As of June 30, 2012

	<u>2012</u>	<u>2011</u>	<u>Change</u>
Land	\$ 2,370,231	\$ 1,370,231	\$ 1,000,000
Buildings and Improvements	68,769,429	65,023,685	3,745,744
Furniture, Fixtures, and Equipment	1,758,671	1,941,506	(182,835)
Work-in-Progress	9,499,643	6,063,476	3,436,167
Less Accumulated Depreciation	<u>(36,633,361)</u>	<u>(37,704,354)</u>	<u>1,070,993</u>
 TOTAL, net of depreciation	 \$ <u>45,764,613</u>	 \$ <u>36,694,544</u>	 \$ <u>9,070,069</u>

Additional information pertaining to capital assets and depreciation may be found in Note C in the Notes to Basic Financial Statements on page 25 of this report.

Long-Term Debt. On June 30, 2012, The Board reported outstanding bonded debt of \$26,176,215, a decrease of \$2,716,060 from the June 30, 2011 balance of \$28,892,275. The Board implemented Governmental Accounting Standards Board (GASB) Statement 45, *Accounting and Financial Reporting for Employers for Postemployment Benefits Other Than Pensions*, during the 2009 fiscal year and the 2012 reported obligation of \$6,485,012 reflected an increase of \$1,297,961 from the 2011 liability of \$5,187,051. Further information pertaining to long-term debt, including compensated absences, can be found on page 28 of this report in Note F in the Notes to Basic Financial Statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

In June 2012 The Board adopted a 2013 General Fund spending plan that called for the use of \$1.8 million from the \$22.5 million surplus to balance spending. As previously discussed, sales and use tax collections midway through the budget year already seem to indicate that collections will be materially in excess of the budgeted \$17.5 million to absorb that deficit. While The Board has a robust General Fund surplus and only blue sky in terms of local revenue forecasts, it is obvious that state and federal funding are in a state of continued decline and The Board must maintain its financial agility and be in position to prioritize and reduce spending should the expected good news on the revenue front not materialize.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of The Board's finances for those with an interest in the government's financial position and operations. Questions concerning any of the information provided in the CAFR or requests for additional financial information should be addressed to Mr. James D. Mitchell, Administrative Director of Business Operations, St. James Parish School Board, P.O. Box 338, Lutcher, Louisiana, 70071 or to his email address, jmitchell@stjames.k12.la.us.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

STATEMENT OF NET ASSETS

As of June 30, 2012

Statement A

ASSETS:

Current Assets:

Cash and Cash Equivalents	\$	4,779,994
Investments		25,985,410
Receivables		2,942,865
Inventory		37,007
Other Assets		84,058
Total Current Assets		<u>33,829,334</u>

Non-Current Assets:

Land		2,370,231
Construction Work-in-Progress		9,499,643
Capital Assets, net of accumulated depreciation		33,894,739
Total Non-Current Assets		<u>45,764,613</u>

TOTAL ASSETS \$ **79,593,947**

LIABILITIES:

Current Liabilities:

Accounts, Salaries, and Other Payables	\$	6,653,977
Interest Payable		246,038
Current Portion of Compensated Absences Payable		144,919
Current Portion of Bonded Indebtedness		2,422,727
Total Current Liabilities		<u>9,467,661</u>

Non-Current Liabilities:

Compensated Absences Payable		1,976,984
Bonded Indebtedness		23,753,488
Other Post-Employment Benefits		6,485,012
Total Non-Current Liabilities		<u>32,215,484</u>

TOTAL LIABILITIES 41,683,145

NET ASSETS:

Invested in Capital Assets, net of related debt		19,306,164
Restricted:		
Debt Service		3,224,948
Salaries		3,991,553
Capital Outlay/Maintenance		3,691,168
Unrestricted		<u>7,696,969</u>
TOTAL NET ASSETS	\$	<u>37,910,802</u>

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Statement B

STATEMENT OF ACTIVITIES For the Year Ended June 30, 2012

		Program Revenues		NET (EXPENSE)REVENUE AND CHANGES IN NET ASSETS GOVERNMENTAL ACTIVITIES 2012
	Expenses	Charges for Services	Operating Grants and Contributions	
FUNCTIONS / PROGRAMS:				
Governmental Activities:				
Instruction:				
Regular Programs	\$ 19,465,339	\$ -	\$ 497,524	\$ (18,967,815)
Special Programs	4,910,172	-	638,059	(4,272,113)
Vocational Programs	1,218,666	-	73,097	(1,145,569)
All Other Programs	4,400,891	-	1,874,535	(2,526,356)
Support Services:				
Pupil Support	3,456,214	-	930,600	(2,525,614)
Instructional Staff Support	2,622,820	-	344,586	(2,278,234)
General Administration	3,513,286	-	-	(3,513,286)
School Administration	3,397,225	-	-	(3,397,225)
Business Services	534,807	-	-	(534,807)
Plant Services	5,538,962	-	26,421	(5,512,541)
Pupil Transportation	3,287,924	-	13,677	(3,274,247)
Central Services	1,318,693	-	-	(1,318,693)
Food Services	3,030,426	354,847	1,981,872	(693,707)
Community Services	13,929	-	9,497	(4,432)
Interest on Long-Term Debt	656,739	-	-	(656,739)
Loss on Disposal of General Fixed Assets	64,000	-	-	(64,000)
Total Governmental Activities	<u>57,430,092</u>	<u>354,847</u>	<u>6,389,868</u>	<u>(50,685,377)</u>
Taxes:				
Property taxes, levied for general purposes				14,451,440
Property taxes, levied for debt service				4,102,246
Sales and use taxes, levied for general purposes				18,100,976
State revenue sharing				89,424
Grants and contributions not restricted to specific purposes:				
Minimum Foundation Program				15,797,140
Interest and investment earnings				25,467
Miscellaneous				2,175,537
Total General Revenues and Special Items				<u>54,742,230</u>
Increase in net assets				4,056,853
Net Assets - beginning of year				<u>33,853,949</u>
NET ASSETS - END OF YEAR				\$ 37,910,802

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Statement C

GOVERNMENTAL FUNDS

Balance Sheet

As of June 30, 2012

With Comparative Totals for June 30, 2011

	MAJOR FUNDS		NON-MAJOR FUNDS	2012	2011
	GENERAL	CAPITAL PROJECTS			
ASSETS					
Cash and Cash Equivalents	\$ 652,334	\$ 538,973	\$ 3,588,687	\$ 4,779,994	\$ 21,700,229
Investments	23,985,480	1,999,930	-	25,985,410	14,998,760
Receivables	2,074,353	-	868,512	2,942,865	3,542,839
Interfund Receivables	459,476	-	-	459,476	583,809
Inventory	-	-	37,007	37,007	34,504
Other Assets	84,058	-	-	84,058	42,907
TOTAL ASSETS	\$ 27,255,701	\$ 2,538,903	\$ 4,494,206	\$ 34,288,810	\$ 40,903,048
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts, Salaries, and Other Payables	\$ 4,785,748	\$ 1,095,454	\$ 772,775	\$ 6,653,977	\$ 6,683,754
Interfund Payables	-	-	459,476	459,476	583,809
Total Liabilities	4,785,748	1,095,454	1,232,251	7,113,453	7,267,563
Fund Balances:					
Nonspendable	84,058	-	37,007	121,065	77,411
Restricted:					
Debt Service	-	-	3,224,948	3,224,948	2,633,175
Salaries	3,991,553	-	-	3,991,553	3,912,499
Capital Outlay/Maintenance	2,247,719	1,443,449	-	3,691,168	12,950,930
Committed	4,765,501	-	-	4,765,501	3,968,459
Unassigned	11,381,122	-	-	11,381,122	10,093,011
Total Fund Balances	22,469,953	1,443,449	3,261,955	27,175,357	33,635,485
TOTAL LIABILITIES AND FUND BALANCES	\$ 27,255,701	\$ 2,538,903	\$ 4,494,206	\$ 34,288,810	\$ 40,903,048

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Statement D

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets As of June 30, 2012

Total Fund Balances at June 30, 2012 - Governmental Funds		\$	27,175,357
Cost of capital assets at June 30, 2012	\$	82,397,974	
Less: Accumulated Depreciation as of June 30, 2012:			
Buildings		(35,181,558)	
Furniture, Fixtures, and Equipment		(1,451,803)	
			45,764,613
Long-Term Liabilities at June 30, 2012:			
Compensated Absences Payable		(2,121,903)	
Bonds Payable		(26,176,215)	
Other Post-Employment Benefits		(6,485,012)	
Accrued Interest Payable		(246,038)	
			(35,029,168)
NET ASSETS AT June 30, 2012		\$	<u>37,910,802</u>

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Statement E

GOVERNMENTAL FUNDS

Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2012
With Comparative Totals for the Year Ended June 30, 2011

	MAJOR FUNDS		NON-MAJOR FUNDS	TOTALS	
	GENERAL	CAPITAL PROJECTS		2012	2011
REVENUES					
Local Sources:					
Taxes: Ad Valorem	\$ 14,451,440	\$ -	\$ 4,102,246	\$ 18,553,686	\$ 17,116,142
Sales and Use	18,100,976	-	-	18,100,976	18,744,037
Charges for Services	-	-	354,847	354,847	452,333
Interest Earnings	22,880	1,393	1,194	25,467	31,814
Other	762,897	-	-	762,897	992,972
Total Local Sources	33,338,193	1,393	4,458,287	37,797,873	37,337,298
State Sources:					
Minimum Foundation Program	15,797,140	-	-	15,797,140	16,558,637
Other	994,744	-	-	994,744	1,143,499
Total State Sources	16,791,884	-	-	16,791,884	17,702,136
Federal Sources	509,314	-	5,775,381	6,284,695	7,085,283
TOTAL REVENUES	50,639,391	1,393	10,233,668	60,874,452	62,124,717
EXPENDITURES					
Current:					
Instruction:					
Regular Programs	18,555,236	-	168,422	18,723,658	17,057,365
Special Programs	4,105,625	-	593,966	4,699,591	5,536,193
Vocational Programs	1,124,192	-	56,425	1,180,617	1,188,059
All Other Programs	3,054,601	-	1,207,865	4,262,466	3,966,969
Support Services:					
Pupil Support	2,900,299	-	450,936	3,351,235	2,555,630
Instructional Staff Support	2,247,828	-	258,732	2,506,560	2,836,983
General Administration	1,761,979	7,500	149,462	1,918,941	2,193,440
School Administration	3,265,791	-	-	3,265,791	2,897,602
Business Services	502,591	-	-	502,591	582,935
Plant Services	5,424,227	-	-	5,424,227	4,647,417
Pupil Transportation	3,155,975	-	12,991	3,168,966	2,853,737
Central Services	1,276,805	-	9,021	1,285,826	980,273
Food Services	-	-	3,001,335	3,001,335	2,853,228
Community Services	13,929	-	-	13,929	3,533
Capital Outlay	268,092	5,035,686	5,896,258	11,200,036	6,394,304
Debt Service:					
Principal Retirement	272,727	-	4,788,333	5,061,060	2,887,727
Interest and Bank Charges	18,050	-	926,174	944,224	1,041,688
TOTAL EXPENDITURES	47,947,947	5,043,186	17,519,920	70,511,053	60,477,083

(Continued)

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Statement E

GOVERNMENTAL FUNDS

Statement of Revenues, Expenditures and Changes in Fund Balances

For the Year Ended June 30, 2012

With Comparative Totals for the Year Ended June 30, 2011

	MAJOR FUNDS		NON- MAJOR FUNDS	TOTALS	
	GENERAL	CAPITAL PROJECTS		2012	2011
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	2,691,444	(5,041,793)	(7,286,252)	(9,636,601)	1,647,634
OTHER FINANCING SOURCES (USES):					
Issuance of Debt	-	-	2,345,000	2,345,000	6,500,000
Insurance Proceeds	-	516,489	314,984	831,473	31,810
Interfund Transfers In	145,580	-	2,258,696	2,404,276	2,203,736
Interfund Transfers Out	(2,258,696)	-	(145,580)	(2,404,276)	(2,203,736)
TOTAL OTHER FINANCING SOURCES / (USES)	(2,113,116)	516,489	4,773,100	3,176,473	6,531,810
NET CHANGES IN FUND BALANCES	578,328	(4,525,304)	(2,513,152)	(6,460,128)	8,179,444
FUND BALANCES - BEGINNING	21,891,625	5,968,753	5,775,107	33,635,485	25,456,041
FUND BALANCES - ENDING	\$ 22,469,953	\$ 1,443,449	\$ 3,261,955	\$ 27,175,357	\$ 33,635,485

Concluded

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Statement F

Reconciliation of the Governmental Funds
Statement of Revenues, Expenditures, and Changes in Fund Balances
to the Statement of Activities
For the Year Ended June 30, 2012

Total Net Changes in Fund Balances for the year ended June 30, 2012	\$	(6,460,128)
Add: Capital Outlay which is considered expenditures on Statement E		10,613,261
Less: Depreciation Expense for the year ended June 30, 2012		(1,479,192)
Less: Loss on Disposal of General Fixed Assets		(64,000)
Add: Bond Principal Retirement which is considered an expenditure on Statement E		5,061,060
Add: Decrease in Accrued Interest Payable		68,457
Less: Issuance of Debt		(2,345,000)
Less: Excess of Compensated Absences Earned over Compensated Absences Used		(39,644)
Less: Increase in Other Post-Employment Employee Benefits		<u>(1,297,961)</u>
TOTAL CHANGES IN NET ASSETS, for year ended June 30, 2012, per Statement B	\$	<u><u>4,056,853</u></u>

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Statement G

FIDUCIARY FUND

Statement of Fiduciary Assets and Liabilities
June 30, 2012

ASSETS

Cash and Cash Equivalents

\$ 3,273,458

TOTAL ASSETS

\$ 3,273,458

LIABILITIES

Deposits Due Others

\$ 3,273,458

TOTAL LIABILITIES

\$ 3,273,458

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Introduction

The St. James Parish School Board (The Board) is a political subdivision of the State of Louisiana. It was created by Louisiana Statutes Annotated Revised Statute (LSA-R.S.) 17:51 to provide public education for the children of St. James Parish. The Board is authorized by LSA-R.S. 17:81 to establish policies and regulations for its own government consistent with the laws of the State of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The Board is composed of seven members elected concurrently from seven single-member districts for terms of four years. The terms of the current Board members expire on December 31, 2014.

The Board operated eight schools, two educational sites, a Central Office, and five support facilities within the Parish and served an enrollment of some 3,800 students. In conjunction with the regular educational programs, all or some schools offer special education, vocational education, and adult education classes. The Board also operates an Alternative Center, which serves those students that opt for this educational opportunity in lieu of expulsion from the system. In addition to these educational services, The Board provides transportation and food service for its students.

B. Basis of Presentation

The financial statements of The Board have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB has issued its *Codification of Governmental Accounting and Financial Reporting Standards* dated June 30, 2002. This Codification and subsequent GASB pronouncements are recognized as GAAP for state and local governments in the United States.

This financial report has been prepared in conformity with GASB Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*, issued in June 1999. This is the tenth year The Board’s financial statements have been prepared in conformity with GASB Statement No. 34.

C. Reporting Entity

GASB Statement No. 14, *The Reporting Entity*, and GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units*, establish criteria for determining the governmental reporting entity and component units, which should be included within the reporting entity. Under provisions of these Statements, The Board is considered a *primary government* since it is a single purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, the term “fiscally independent” means that The Board may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The Board has no *component units*, defined by GASB Statement Nos. 14 and 39 as other legally separate organizations for which the elected School Board members are financially accountable. There are no other *primary governments* with which The Board has a significant relationship.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2012

D. Government-Wide and Fund Financial Statements

Under GASB Statement No. 34, the government-wide financial statements (i.e. the statements of net assets and the statement of changes in net assets) report information on all the non-fiduciary activities of The Board. For the most part, the effect of interfund activity has been removed from these statements. The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function. *Program revenues* include: 1) charges to customers or users who purchase, use or directly benefit from goods or services provided by a given function, and 2) grants that are restricted to meeting the operational or capital requirements of a particular function. Taxes or other items not properly included among program revenues are reported instead as *general revenues*. Separate financial statements are provided for the governmental funds and the fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

The Board implemented Governmental Accounting Standards Board (GASB) Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions* during the 2011 fiscal year. GASB Statement 54 requires that governmental fund balances must be reported in as many as five classifications. 1) *Nonspendable* – permanently nonspendable balances that are not expected to be converted to cash. 2) *Restricted* – balances where constraints have been established by parties outside of The Board or by enabling legislation. 3) *Committed* – Balances where constraints have been established by formal action of The Board. 4) *Assigned* – Balances where informal constraints have been established by The Board or a committee or delegate thereof. 5) *Unassigned* – Balances for which there are no constraints. When both restricted and unrestricted resources are available for use, The Board's policy is to use restricted resources first, then unrestricted resources as necessary. When committed, assigned, and unassigned amounts are available for use, The Board's policy is to utilize committed, then assigned, and then unassigned balances.

E. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability has been incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Sales and use taxes are recognized as revenues when collected. Grants and similar items, including the state Minimum Foundation Program (MFP) distribution are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, The Board considers revenues to be available if they are collected within sixty (60) days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. Property taxes, sales and use taxes, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenues are considered to be measurable and available when cash has been received by The Board. The Board reports the following *major funds*:

The **General Fund** is The Board's primary operating fund. It accounts for all financial resources of The Board, except those required to be accounted for in another fund.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2012

The **Capital Projects Fund** is used to account for construction and other capital outlay expenditures funded by The Board's June 2011 borrowing of \$6.5 million under the federal Qualified School Construction Bonds program.

Fiduciary fund activity reported herein consists of the receipts and disbursements of school activity funds maintained at each school site as well as the sales and use tax collections and distributions to the taxing bodies in the parish. The Board accounts for its fiduciary funds using the accrual basis of accounting.

The sales and use tax department is housed in The Board's Central Office and the three-person staff are Board employees. All operational costs of the department are reported in The Board's General Fund.

F. Assets, Liabilities, and Net Assets or Equity

1) Deposits and Investments

Cash and cash equivalents are considered to be cash on hand, interest-bearing demand deposits, and short-term investments (usually time certificates of deposit), including investments in the Louisiana Asset Management Pool (LAMP). All of these cited instruments are considered cash equivalents, as long as their original maturities are of three months or less from the date of acquisition. Also, certificates of deposit having a maturity date in excess of three months are considered cash equivalents if they are covered by federal deposit insurance.

State statutes authorize The Board to invest in United States Treasury Securities (e.g. treasury bills), or certificates or time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. Public entities in Louisiana are also authorized to invest in the LAMP, a non-profit corporation organized under Louisiana law and operated by the State Treasurer as a local government investment pool. Since LAMP investments may be liquidated in whole or in part at any time at par, the cost of LAMP investments is also the fair market value of the investments.

2) Receivables and Payables

Activity between funds that indicates lending or borrowing arrangements outstanding at the end of the fiscal year is referred to as "Interfund Receivables / Payables". There is an assumed obligation on the part of the borrowing fund to repay that amount to the lending fund.

3) Ad Valorem Taxes

Ad valorem (property) taxes were levied by The Board on August 23, 2011, based on assessed valuation of property as of January 1, 2011. These taxes become due and payable on November 15 of each year, and become delinquent after December 31 of the year levied. However, before the taxes can be collected, the assessment list (i.e. tax roll) must be submitted to the Louisiana Tax Commission for approval. From the day the tax roll is filed with the St. James Parish Clerk of Court's Office, it shall act as a lien on each specific piece of real estate thereon assessed, which shall be subject to a legal mortgage after the 31st day of December of the current year for the payment of the taxes due thereon. Over 98% of ad valorem taxes are generally collected in December, January, and February of the fiscal year. A list of property on which taxes have not been paid is published in the official journal by the St. James Parish Tax Collector, which is a division of the St. James Parish Sheriff's Office (In Louisiana, the Sheriff's Office is the legally authorized collection agency for property taxes in each parish). If taxes are not paid within the time stipulated in the public notice, the property is sold for taxes due at a tax sale, usually held prior to the end of The Board's fiscal year. Consequently, any taxes left unpaid at June 30 of each year are usually immaterial. The Board authorized and levied the following ad valorem taxes on the 2011 tax rolls:

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2012

<u>Parishwide Taxes</u>	<u>Authorized Mills</u>	<u>Levied Mills</u>
Constitutional	4.02	3.89
Maintenance	6.04	5.85
Salaries and Benefits 1994	6.00	5.81
Salaries and Benefits 1997	9.00	8.72
Early Childhood Development 1997	3.00	2.91
Salaries and Benefits 2003	7.00	6.78
Debt Service	10.00	10.00

Under the Louisiana Constitution, ad valorem taxes other than the Constitutional Tax must be renewed by popular vote every ten (10) years. The bonded indebtedness tax (Debt Service) remains in effect until all bond principal, interest and associated fees have been paid in full.

4) Sales and Use Taxes

The Board is authorized to collect a two and one-half (2.5) percent sales and use tax within St. James Parish. The first one percent, approved by parish voters on August 17, 1965, is dedicated to the payment of teacher salaries and / or operation of the public schools in St. James Parish. The next one percent, approved by voters on January 17, 1981, is dedicated for two purposes, with 60 percent of the proceeds used for the payment of salaries of teachers and other school employees and the remaining 40 percent used for operations and maintenance costs and / or capital improvements to the public schools of the parish. The additional one-half percent was approved by parish voters in May 2003 for employee salaries and or operation of the public schools. The Board is also authorized to collect a one percent sales and use tax levied by the St. James Parish Council (The Council) and a two percent sales tax levied by the River Parish Tourist Commission. The Board imposes a collection fee based on the pro-rata share of administrative and collections costs attributable to the sales and use tax collected on behalf of The Council and the Commission. Collection and distribution of taxes, as well as collection fees, are accounted for in the Agency Fund. All sales and use taxes are levied in perpetuity and do not require renewal by parish voters.

5) Inventories

Inventories of the School Food Service Special Revenue Fund consist of food purchased by The Board and commodities granted by the United States Department of Agriculture (USDA) through the Louisiana Department of Agriculture and Forestry. Inventory items purchased are valued at cost using the "first-in, first-out" (FIFO) method. Costs are recorded as expenditures at the time the individual items are consumed (consumption method). Commodities are assigned values based on information provided by the USDA, also on a FIFO basis.

6) Other Assets

Other Assets consist of a prepaid insurance policy and a software maintenance agreement covering periods subsequent to June 30, 2012. Expenditures are booked as the services expire (consumption method).

7) Capital Assets

Capital assets, which include land, buildings and improvements, and furniture, fixtures, and equipment, are reported in the government-wide financial statements. Capital assets are not subject to depreciation unless they cost \$5,000 or more on an individual basis and have an estimated useful life of five or more years. The reporting threshold of \$5,000 is based on guidelines promulgated by The Board's primary oversight agency, the Louisiana

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2012

Department of Education. Items costing less than \$5,000 are "expensed" at the time of purchase rather than depreciated. Depreciable assets do not have an assigned salvage value since any such amount would generally be immaterial. However, for purposes of insurance and maintaining an accountability of items generally subject to theft or misuse, The Board keeps a separate inventory of those particular items not meeting the dollar and useful life threshold but having "street value" (e.g., televisions, computers, VCR's, DVD players, etc.)

Capital assets purchased or constructed are recorded at historical cost, or, estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at estimated fair market value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Capital assets are depreciated using the straight-line method over useful lives of 5 to 15 years for furniture, fixtures, and equipment and up to 40 years for buildings and improvements. The Board does not possess any material amounts of infrastructure assets, such as sidewalks and parking lots. Amounts expended prior to June 30, 2002 for such items were considered to be part of the cost of the buildings or other immovable property such as stadiums. In the future, if such items are built or constructed, and are material in relation to the class of assets, they will be capitalized and depreciated.

8) Compensated Absences

Sick Leave - Teachers and other school employees accrue ten days of sick leave per year, which may be accumulated without limitation. Upon death or retirement, however, unused accumulated sick leave of a maximum of 25 days is paid to employees or their heirs at the employee's current rate of pay. The accrual computation for earned sick leave is calculated on, or any portion thereof, a 25-day maximum per employee. Sick leave is not payable upon discharge or termination. Under the Teachers Retirement System of Louisiana (TRSL), the total unused sick leave (including any amount which may be compensated as mentioned above), is used in retirement benefit calculations as earned service for leave earned prior to July 1, 1988. For sick leave earned after June 30, 1988 under the TRSL and for sick leave earned under the School Employees Retirement System (LSERS), all unpaid sick leave, which excludes the above state compensated days, is used in retirement benefit computations as earned service. Sick leave may be accumulated without limitation and is earned on a June 30 fiscal year basis. Certified employees may carry their accumulated sick leave from one public school district to another public school district in Louisiana. Amounts reported as compensated absences include only the salary component and not related benefits (e.g., the Medicare portion of social security), since any such benefit amounts would be immaterial.

Vacation - Full-time employees who work 12-month schedules are granted vacations in varying amounts as established by Board policy. Vacation time cannot be carried forward into a succeeding fiscal year and in the event of termination, an employee receives salary and related benefit compensation for any unused earned vacation.

Sabbatical Leave - Any employee with a teaching certificate is entitled to one semester of sabbatical leave after three or more years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. Unused sabbatical leave may be carried forward to one or more periods subsequent to that in which it is earned, but not more than two semesters of leave may be accumulated. Sabbatical leave does not vest. Sabbatical leave may only be taken for rest and recuperation (with a doctor's approval) or for professional and cultural improvement. Persons on sabbatical leave are paid 65 percent of their daily rate of pay for the number of days they are on sabbatical leave. Board policy concerning sabbatical leave is determined by and in accordance with state law. According to the provisions of GASB Statement No. 16, *Accounting for Compensated Absences*, sabbatical leave that involves professional and cultural improvement provides a continuing benefit to The Board and should not be accrued. Sabbatical leave granted for rest and recuperation is essentially considered an extended sick leave benefit and should not be accrued as sabbatical leave benefits. Accordingly, sabbatical leave

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2012

benefits are recorded as current expenditures in the period the leave is taken and are not reflected as a liability on the government-wide financial statements.

9) Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the life of the related debt.

In the fund financial statements, governmental fund types recognize bond premium or discount, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as "Other Financing Sources" while discounts on debt issuances are reported as "Other Financing Uses". Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as an Other Financing Use in the Debt Service Fund.

10) Fund Equity

Restricted Net Assets: For the government-wide statement of net assets, net assets are reported as restricted when constraints are placed on net assets by creditors, grantors, contributors, laws, or regulations of other governments or by laws through constitutional provisions or enabling legislation. When both restricted and unrestricted resources are available for use, The Board's policy is to use restricted resources first, then unrestricted resources as necessary. Fund Equity of Fund Financial Statements: Fund equity of governmental funds was previously discussed in item D. Government-Wide and Fund Financial Statements on page 19 of the Notes to Basic Financial Statements.

11) Comparative Data / Reclassifications

Comparative data for prior years have been presented in fund financial statements in order to facilitate the making of comparisons between years and to reconcile changes in financial position from year-to-year. Also, certain amounts presented in prior year data have been reclassified in order to be consistent with the current year's presentation.

12) Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses / expenditures during the reporting period. Actual results could differ from those estimates.

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

The Board follows these procedures in establishing the budgetary data contained in the financial statements. Prior to September 15 of each year, The Superintendent submits to The Board proposed annual budgets for the General

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2012

Fund and all Special Revenue Funds for the fiscal year commencing the prior July 1. The General Fund budget includes all proposed general operational expenditures and the means of financing those expenditures. With the exception of the School Food Service program, all Special Revenue Funds budgets are based on grantor-approved project applications. The School Food Service program is reimbursed by state and federal grantors based on the number of meals served during the year and as such, proposed expenditures and the means of financing the proposed expenditures are budgeted in a manner similar to the proposed General Fund budget. In accordance with state law, a summary of the proposed budgets is published in The Board's Official Journal and The Board makes the proposed budgets available for public inspection. After a public hearing(s), The Board then acts on the proposed budgets, and through the adoption process, legally appropriates funding for the fiscal year in accordance with the adopted budgets.

Formal budgetary integration is employed as a management control device for the General Fund and the Special Revenue Funds. Formal budgetary integration is not employed for the Debt Service and Capital Projects Funds, which effectively achieve budgetary control through bond indenture provisions and Board-adopted construction plans, respectively. The General Fund budget and Special Revenue Funds budgets as adopted are prepared on a modified accrual basis of accounting. All appropriations lapse at the end of the fiscal year, and any material current year transactions directly related to the prior year's budget are rebudgeted in the current year. All budgets are prepared and presented in accordance with the provisions of the Louisiana Uniform Accounting Guide and Handbook (Bulletin 1929) issued by the Louisiana Department of Education. The legal level of budgetary control is set at the fund level.

State law mandates that governmental units must revise their budgets when projected revenues decrease five percent from original budget amounts and when projected expenditures increase five percent from original budget amounts. Budgets included in this report are presented as originally adopted adjusted for revisions adopted by The Board during the fiscal year. Significant revenue revisions to the General Fund budget were due to increased local tax revenue collections. Budgeted expenditures increased due to a dramatic increase in the cost of property insurance coverage, instructional cost increases due to eliminated state funding, and the purchase of a new student information software package. Encumbrance accounting is employed in the governmental funds. Encumbrances (e.g., purchase orders) outstanding at year-end are generally immaterial to the General fund budget and are reported as reservations of fund balances (if material) since they do not constitute expenditures or liabilities. As goods and services are subsequently received and contracts are executed, liabilities and expenditures are recorded and the related encumbrances are liquidated.

III. DETAILED NOTES ON ALL FUNDS

A. Equity in Pooled Cash, Deposits and Investments

1. Equity in Pooled Cash

The Board maintains a cash pool that is available for use by all funds. Positive book cash balances are displayed on the financial statements as "Cash" while negative book cash balances are reflected as "Interfund Payables."

2. Deposits

Custodial credit risk is the risk that in the event of a financial institution failure, The Board's deposits may not be returned to them. To mitigate this risk, state law requires deposits to be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent financial institution. As of June 30, 2012, \$6,713,033 of The

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2012

Board's bank balance was not exposed to custodial credit risk. Securities that may be pledged as collateral consist of obligations of the U.S. government and its agencies and obligations of the State of Louisiana and its municipalities and school districts.

3. Investments

The Board adopted Governmental Accounting Standard Board Statement No. 40, *Deposit and Investment Risk Disclosures*, during the fiscal year ended June 30, 2005. As of June 30, 2012, The Board had the following investments and maturities:

Investment Maturities (in Years)

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less Than 1</u>	<u>1-5</u>	<u>6-10</u>
<i>U.S. Agencies:</i>				
General Fund	\$ 23,985,480	\$ 23,985,480	\$ -	\$ -
Capital Projects Fund	<u>1,999,930</u>	<u>1,999,930</u>	<u>-</u>	<u>-</u>
Total Investments	\$ <u>25,985,410</u>	\$ <u>25,985,410</u>	\$ <u>-</u>	\$ <u>-</u>

Interest Rate Risk – The Board does not have a formal policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – Under Louisiana R.S. 33:2955, as amended, The Board may invest in obligations of the U.S. Treasury, U.S. Agencies and instrumentalities, repurchase agreements, certificates of deposits, Louisiana Asset Management Pool (LAMP) and other investments as provided in the statute. The Board has no investment policy that would further limit its investment choices. As of June 30, 2012, The Board's investment in U.S. Agencies was rated AAA by Moody's Investors Service.

Concentration of Credit Risk – The Board places no limit on the amount The Board may invest in any one issuer. All of The Board's investments are in U.S. Government securities. More than five percent of The Board's investments are in securities issued by the Federal Home Loan Bank, the Federal Home Loan Mortgage Corporation, and the Federal National Mortgage Association. These investments represent 58%, 8%, and 34%, respectively, of The Board's investments.

B. Receivables

The receivables of \$ 2,942,865 on June 30, 2012 consisted of the following:

	<u>General Fund</u>	<u>Non-Major Governmental Funds</u>	<u>TOTALS</u>
Federal Grants	\$ 30,663	\$ 868,512	\$ 899,175
State Grants	434,385	-	434,385
Local Grants / Other	1,609,305	-	1,609,305
TOTALS	\$ <u>2,074,353</u>	\$ <u>868,512</u>	\$ <u>2,942,865</u>

C. Capital Assets

Capital asset and depreciation activity as of and for the year ended June 30, 2012 is as follows:

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2012

	<u>Land</u>	<u>Buildings and Imprvmts</u>	<u>Furniture, Fixtures & Equipment</u>	<u>Work in Progress</u>	<u>TOTALS</u>
Cost, July 1, 2011	\$ 1,370,231	\$ 65,023,685	\$ 1,941,506	\$ 6,063,476	\$ 74,398,898
Additions	1,000,000	6,177,094	-	8,303,904	15,480,998
Deletions	-	2,431,350	182,835	4,867,737	7,481,922
Cost, June 30, 2012	\$ <u>2,370,231</u>	\$ <u>68,769,429</u>	\$ <u>1,758,671</u>	\$ <u>9,499,643</u>	\$ <u>82,397,974</u>

Depreciation:

Accumulated, July 1, 2011	\$ -	\$ 36,169,405	\$ 1,534,949	\$ -	\$ 37,704,354
Additions	-	1,379,503	99,689	-	1,479,192
Deletions	-	2,367,350	182,835	-	2,550,185
Accumulated, June 30, 2012	\$ <u>-</u>	\$ <u>35,181,558</u>	\$ <u>1,451,803</u>	\$ <u>-</u>	\$ <u>36,633,361</u>

Capital Assets, net of Accumulated

Depreciation, June 30, 2012	\$ <u>2,370,231</u>	\$ <u>33,587,871</u>	\$ <u>306,868</u>	\$ <u>9,499,643</u>	\$ <u>45,764,613</u>
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Depreciation expense of \$ 1,479,192 for the year ended June 30, 2012 was charged to the following government functions:

Instruction:

Regular Programs	\$ 129,926
Special Programs	32,611
Vocational Programs	8,192
All Other Programs	29,578

Support Services:

Pupil Support	23,255
Instructional Staff Support	17,393
General Administration	1,122,710
School Administration	22,662
Business Services	3,488
Plant Services	37,639
Pupil Transportation	21,990
Central Services	8,921
Food Services	20,827

TOTAL \$ 1,479,192

D. Accounts, Salaries, and Other Payables

The payables of \$ 6,653,977 on June 30, 2012 consisted of the following:

ST. JAMES PARISH SCHOOL BOARDLutcher, Louisiana**NOTES TO BASIC FINANCIAL STATEMENTS**

June 30, 2012

	General Fund	Capital Projects Fund	Non-Major Governmental Funds	TOTALS
Accounts	\$ 963,211	\$ 13,113	\$ 118,036	\$ 1,094,360
Salaries and Benefits	3,177,199	-	410,797	3,587,996
Contracts	-	1,082,341	243,942	1,326,283
Worker's Comp Accrued Claims	95,113	-	-	95,113
Health Insurance Accrued Claims	550,225	-	-	550,225
TOTALS	\$ 4,785,748	\$ 1,095,454	\$ 772,775	\$ 6,653,977

E. Interfund Receivables, Payables, and Transfers

Amounts of interfund receivables and payables at June 30, 2012 and interfund transfers for the year then ended are as follows:

	Interfund Balances and Activity			
	Receivables	Payables	Transfers In	Transfers Out
General Fund	\$ 459,476	\$ -	\$ 145,580	\$ 2,258,696
Capital Projects Fund	-	-	-	-
Non-Major Governmental Funds:				
NCLB Title I	-	92,396	-	57,950
NCLB Title II	-	31,012	-	12,988
NCLB Reading First	-	-	-	223
NCLB IDEA	-	316,623	-	65,031
TLTC	-	-	-	1,197
Vocational Education	-	9,281	-	-
21st Century Learning	-	10,164	-	8,191
School Food Service	-	-	667,119	-
Series 2007 GO Bonds	-	-	1,591,577	-
TOTALS	\$ 459,476	\$ 459,476	\$ 2,404,276	\$ 2,404,276

Interfund receivables and payables arise as a result of the consolidated cash account utilized by The Board. All operating funds are deposited in a single bank account and disbursements are made through three zero-balance checking accounts. Due to the reimbursement nature of the federal funds operated by The Board, negative cash balances arise throughout the year and are accordingly reported as interfund receivables and payables.

Interfund transfers reflect primarily indirect cost funding provided to the General Fund from federal grants based on programmatic expenditures. An interfund transfer is also reported for state equalization monies provided to the School Food Service fund from the General Fund, where the state funding is reported as revenue. The transfer into the Capital Projects Fund represents General Fund dollars that were utilized to complete the capital improvements associated with the Series 2007 General Obligation Bonds program. The funding deficit was created by several factors including necessary projects that were not contemplated in the original program budget, projects that exceeded original budget estimates, and project scope expansions necessitated by unforeseen hurricane damages sustained as a result of Hurricane Gustav in 2008.

ST. JAMES PARISH SCHOOL BOARDLutcher, Louisiana**NOTES TO BASIC FINANCIAL STATEMENTS**

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F. Long-Term Liabilities

Long-term liabilities consist entirely of bonded indebtedness and compensated absences payable. A summary of the changes in long-term debt for the year ended June 30, 2012 follows:

	Balance, July 1, 2011	Additions	Retirements	Balance, June 30, 2012
Bonded Indebtedness	\$ 28,892,275	\$ 2,345,000	\$ 5,061,060	\$ 26,176,215
Compensated Absences	2,082,259	145,196	105,552	2,121,903
TOTALS	\$ 30,974,534	\$ 2,490,196	\$ 5,166,612	\$ 28,298,118

General Obligation Bonds, Qualified School Construction Bonds, and Certificates of Indebtedness

The Board has several bond issues outstanding at June 30, 2012. The April 1, 2006 and March 1, 2012 bonds were for the advance refunding of the April 1, 1990 general obligation bonds, September 1, 1994 general obligation bonds, August 1, 1995 general obligation bonds, a portion of the October 1, 2000 general obligation bonds, and the March 1 2002 bonds, respectively. The December 1, 2007 issue and the June 1, 2011 issue of Qualified School Construction Bonds (QSCB) are being used to fund parishwide facility improvements and / or capital equipment acquisition. The February 1, 2002 certificates of indebtedness, interest-free Qualified Zone Academy Bonds (QZAB) monies, funded the conversion of Lutcher Junior High School to the new Lutcher Elementary School. The April 1, 2003 certificates of indebtedness were used for capital upgrades to parishwide facilities as part of a performance services agreement. A summary of bonded indebtedness at June 30, 2012 follows:

<u>Date of Issue</u>	<u>Original Issue</u>	<u>Interest Rates</u>	<u>Final Pymt Due</u>	<u>Interest to Maturity</u>	<u>Principal Outstanding</u>
General Obligation Bonds:					
April 1, 2006	4,245,000	3.4-4.05%	4-1-20	647,509	3,450,000
December 1, 2007	15,900,000	4-6%	3-1-27	5,103,488	13,670,000
March 1, 2012	2,345,000	1-1.05%	3-1-14	36,540	2,345,000
		General Obligation Bonds		<u>5,787,537</u>	<u>19,465,000</u>
Qualified School Construction Bonds:					
June 1, 2011	6,500,000	0-1%	3-1-26	409,500	6,066,667
Certificates of Indebtedness:					
February 1, 2002	1,000,000	-	11-1-15	-	254,548
April 1, 2003	1,875,000	0.0369	9-1-13	13,827	390,000
		Certificates of Indebtedness		<u>13,827</u>	<u>644,548</u>
		TOTALS		\$ <u>6,210,864</u>	\$ <u>26,176,215</u>

Future debt service requirements on bonded indebtedness is as follows:

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Fiscal Year	General Obligation Bonds			QSCB	Certificates of Indebtedness		TOTALS
	4-1-06	12-1-07	3-1-12	6-1-11	2-1-02	4-1-03	
2013 Prin	360,000	625,000	1,155,000		72,727	210,000	2,422,727
Int	134,175	573,681	24,045	29,250		10,506	771,657
2014 Prin	380,000	660,000	1,190,000		72,727	180,000	2,482,727
Int	120,855	539,306	12,495	29,250		3,321	705,227
2015 Prin	395,000	695,000			72,727		1,162,727
Int	106,605	511,256		29,250			647,111
2016 Prin	420,000	730,000			36,367		1,186,367
Int	91,555	483,456		29,250			604,261
2017 Prin	440,000	765,000					1,205,000
Int	75,385	454,256		29,250			558,891
2018-2022 Prin	1,455,000	4,460,000					5,915,000
Int	118,935	1,779,481		146,250			2,044,666
2023-2027 Prin		5,735,000		6,066,667			11,801,667
Int		762,050		117,000			879,051
Totals: Prin	3,450,000	13,670,000	2,345,000	6,066,667	254,548	390,000	26,176,215
Int	647,510	5,103,486	36,540	409,500	0	13,827	6,210,864
TOTALS	\$ 4,097,510	\$ 18,773,486	\$ 2,381,540	\$ 6,476,167	\$ 254,548	\$ 403,827	\$ 32,387,079

The current portion (due within twelve months) of long-term bonded debt is \$ 2,422,727 while the long-term portion is \$ 23,753,488. All principal and interest requirements are funded in accordance with Louisiana law by the annual tax levy on taxable property within the parish taxing district, with the exception of the Certificates of Indebtedness which are funded by the avails of payments-in-lieu of taxes previously statutorily earmarked for the retirement of general obligation bonds and other excess General Fund revenues. At June 30, 2012, The Board had accumulated \$3,224,948 in the Debt Service Fund for future bonded debt requirements. The Board is legally restricted from incurring long-term debt financed through property taxes in excess of 35% of the assessed valuation of taxable property. At June 30, 2012, the statutory limit was \$157,205,573 and the remaining debt margin was \$131,673,906.

On April 1, 2006, The Board issued \$4.245 million in General Obligation Bonds with an average interest rate of 3.72 percent to advance refund \$3.985 million of outstanding Series 2000 General Obligation Bonds, dated November 1, 2000 with an average interest rate of 6 percent. The net proceeds of \$4.158 million (after payment of \$106,000 in underwriting fees, insurance, and other issuance costs) were used to purchase U.S. Government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for future debt service payments scheduled from 2011 to 2020 on the Series 2000 bonds. As a result, \$3.985 million of the Series 2000 Bonds are considered to be defeased and the liability for those bonds has been removed from The Board's long-term debt schedules. Of the advance refunded amount, \$3,450,000 remains outstanding.

On March 1, 2012, The Board issued \$2.345 million in General Obligation Bonds with an average interest rate of 1.025 percent to advance refund \$2.34 million of outstanding Series 2002 General Obligation Bonds, dated

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March 1, 2002, with an average interest rate of 4.45 percent. The net proceeds of \$2,318,942.50 million (after payment of \$21,057.50 in underwriting fees, insurance, and other issuance costs) were used to purchase U.S. Government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the Series 2002 Bonds. As a result, \$2.34 million of the Series 2002 Bonds are considered to be defeased and the liability for those bonds has been removed from The Board's long-term debt schedules. Of the advance refunded amount, \$2,340,000 remains outstanding.

Compensated Absences

Compensated absences consist of that portion of accumulated regular sick leave for which The Board may have an obligation to pay for up to twenty-five (25) days thereof. All amounts reported are computed using the employee's daily rate of pay as of June 30, 2012 and are liquidated through the fund where the leave has been earned by the employee. Of the \$ 2,121,903 balance reported, \$ 144,919 is estimated to be due within one year of June 30, 2012.

G. Defined Benefit Pension Plans

Substantially all School Board employees participate in either the Teachers' Retirement System or the School Employees' Retirement System (The Systems), which are cost-sharing, multiple-employer public employee retirement systems. Each system is administered and controlled at the state level by a separated board of trustees, with contribution rates and benefit provisions approved by the Louisiana Legislature. Participation in the Teachers Retirement System is divided into two plans - the Teachers' Regular Plan and the Teachers Plan A. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits under each plan. Each System issues annual financial reports that include financial statements and required supplementary information. These reports are available to the public and may be obtained from:

Teachers Retirement System
8401 United Plaza Boulevard
P.O. Box 94123
Baton Rouge, LA 70804-9123
(225) 925-6446

School Employees Retirement System
8660 United Plaza Boulevard
Baton Rouge, LA 70809
(225) 925-6484

Contributions to the plans are required and determined by statute and are expressed as a percentage of covered payroll. The contribution rates in effect for the year ended June 30, 2012 for The Board and covered employees were as follows:

	<u>School Board</u>	<u>Employees</u>
Teachers Retirement System:		
Regular Plan	23.7 %	8.00%
Plan A	23.7 %	8.00%
School Employees Retirement System	28.6 %	7.50%

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As provided by Louisiana Revised Statute 11:103, The Board's contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. Actual contributions made to The Systems for the past three fiscal years, which substantially equaled the required contributions for each of these years, were as follows:

	<u>FY 2012</u>	<u>FY 2011</u>	<u>FY 2010</u>
Teachers Retirement System:			
Regular Plan	\$ 6,333,942	\$ 6,127,930	\$ 6,034,995
Plan A	60,475	103,526	112,616
School Employees Retirement System	522,200	514,022	502,508

H. Risk Management

The Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omission; injuries to employees; and natural disasters. Except as noted below, for the year ended June 30, 2012, The Board purchased commercial insurance policies to satisfy any claims related to general liability, vehicle liability, property and casualty, athletic participation, employee health and accident, and errors and omissions. The General Fund, since there is no Internal Service Fund, accounts for all risk-financing activity. During the year ended June 30, 2012, there was no significant reduction in insurance coverage in any of the risk categories mentioned above. Additionally, The Board has had no settlements in excess of insurance coverage during any of the past three fiscal years.

Hurricane Gustav, which struck Louisiana in September 2008, inflicted substantial damage on The Board's facilities throughout the parish, with two particular school sites absorbing the brunt of the damage. Additionally, The Board suffered the fire loss of the Lutcher High School football stadium, which has since been replaced. Insurance proceeds in the amount of \$ 831,473 have been received in fiscal year 2012 and have been reported in the Capital Projects Fund, the fund financing the reconstruction of the damaged facilities. Insurance proceeds of \$ 1,485,697 reported in fiscal years 2010 and 2011 bring the total insurance proceeds received on the three major losses to \$2,317,170. With the three projects completed as of the date of this report, The Board anticipates that no further proceeds are forthcoming. Further information is included in Note K, "Property Damage."

The Board is self-insured for employee group health insurance and maintains additional reinsurance from an independent carrier for any claims incurred in excess of specified limits. Those funds with covered employees remit monthly premiums to the Health Insurance Reserve Fund which pays claims based on invoices submitted by The Board's third-party administrator. The plan was established on October 1, 2003 and all financial activity is reported in the General Fund.

The Board is also self-insured for worker's compensation up to \$175,000 per occurrence and subject to an aggregate loss fund in an amount equal to 80% of the standard manual premium. An independent carrier insures The Board for excess worker's compensation claims over and above the afore-mentioned limits. Claims expenditures are funded through budgetary appropriations of the General Fund and those Special Revenue Funds that incur claims liabilities. A reconciliation of claims liability for the past three fiscal years follows:

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	Beginning Fiscal Year Liability	Current Claims and Changes in Estimates	Claims Paid	Ending Fiscal Year Liability
2012				
Worker's Comp	\$ 147,568	\$ 58,373	\$ 110,828	\$ 95,113
Health Insurance	563,842	4,745,673	4,759,290	550,225
TOTALS	\$ 711,410	\$ 4,804,046	\$ 4,870,118	\$ 645,338
2011				
Worker's Comp	\$ 155,177	\$ 220,184	\$ 227,793	\$ 147,568
Health Insurance	366,957	4,169,301	3,972,416	563,842
TOTALS	\$ 522,134	\$ 4,389,485	\$ 4,200,209	\$ 711,410
2010				
Worker's Comp	\$ 137,360	\$ 256,361	\$ 238,544	\$ 155,177
Health Insurance	627,131	4,183,381	4,443,555	366,957
TOTALS	\$ 764,491	\$ 4,439,742	\$ 4,682,099	\$ 522,134

I. Commitments

The Board is entered into several different contracts which result in commitments in various phases of The Board's operations. The material contractual obligations outstanding at June 30, 2012 were all construction contracts with virtually all contracts financed through the Capital Projects Fund. A summary follows:

Project	School	Contract Amount	Paid to Date	Contracts Payable	Contract Balance	Work in Progress
New Classrooms	Gramercy Elem	1,565,281	1,546,608	18,673	-	1,709,434
New Classrooms, Cftrium	Paulina Elem	3,120,157	2,850,381	225,269	44,507	3,457,734
New Football Stadium	Lutcher High	1,553,454	1,475,781	77,673	-	1,696,064
New Field Turf - Football	Lutcher HS, St. James HS	1,264,483	-	247,138	1,017,345	342,834
New Metal Roofs	Gramercy, Sixth Ward	1,447,400	305,471	648,871	493,058	1,039,071
Multi-Purpose Bldg Rnvtn	Six Schools	1,076,002	1,020,614	55,388	-	1,134,183
Miscellaneous Renvtns	Vacherie Elem	134,400	67,053	53,270	14,077	120,323
TOTALS		\$ 10,161,177	\$ 7,265,908	\$ 1,326,282	\$ 1,568,987	\$ 9,499,643

J. Property Damage

On September 1, 2008, Hurricane Gustav made landfall in south Louisiana and caused severe, but not crippling in most cases, property damage to physical facilities parishwide. Two Board facilities absorbed the brunt of the damage—Romeville Elementary School and Vacherie Elementary School. Two buildings at Romeville Elementary

ST. JAMES PARISH SCHOOL BOARD

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NOTES TO BASIC FINANCIAL STATEMENTS

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School were deemed a total loss – the school's free-standing gymnasium and a six-classroom wing of the main school building. Both buildings have since been demolished and a free-standing gymnasium was constructed to replace that destroyed facility, however, due to declining enrollment at the school, replacement of the classroom wing was not necessary. Subsequent to that replacement project, The Board closed Romeville Elementary School at the end of the 2011-2012 school year based on a total enrollment of less than 100 students at that site. The former Romeville Elementary students now attend Paulina Elementary School and The Board has sold the building and the property in the intervening time frame.

At Vacherie Elementary School, the free-standing auditorium building was severely damaged by Hurricane Gustav and was demolished. The Board incorporated a new auditorium into a pre-storm expansion project that has since been completed. Both the Romeville Elementary and Vacherie Elementary projects were funded through the avails of the Series 2007 General Obligation bond funding, insurance proceeds received (further detail in Note H, Risk Management), and federal funding authorized through the Federal Emergency Management Agency (FEMA). All of the financial activity with these two projects is contained in the Capital Projects Fund.

The Board also sustained the total loss of the home side of the football stadium at Lutcher High due to a November 2010 fire that was ultimately determined to be arson. The construction of a new home side football stadium (see Note J, Commitments) was financed through bond issue funding and insurance proceeds and has been accounted for within the confines of the Capital Projects Fund.

K. Post-Employment Benefits

Plan Description. The Board's medical benefits are provided through a partially self-insured group health care plan and are made available to employees upon actual retirement. Employees are covered by the Teachers' Retirement System of Louisiana (TRSL), whose retirement eligibility (D.R.O.P. entry) provisions are as follows: 30 years of service at any age; age 55 and 25 years of service; or, age 65 and 20 years of service. Complete plan provisions are included in the official plan documents.

Basic and Supplemental Life insurance coverage is available to retirees by election. The employer pays 100% of the Basic premium and 50% of the Supplemental premium. The Basic premium is "blended" and the Supplemental premium is "unblended". Since GASB 45 requires the use of "unblended" rates, the 94GAR mortality table described below has been used to "unblend" the Basic rates so as to reproduce the composite blended rate overall as the rate structure to calculate the actuarial valuation results for the Basic life insurance. All of the assumptions used for the valuation of the medical benefits have been used except for the trend assumption; zero trend was used for life insurance.

Contribution Rates. Employees do not contribute to their post employment benefits costs until they become retirees and begin receiving those benefits. The plan provisions and contribution rates are contained in the official plan documents.

Fund Policy. Until 2008, The Board recognized the cost of providing post-employment medical and life benefits (The Board's portion of the retiree medical and life benefit premiums) as an expense when the benefit premiums were due and thus financed the cost of the post-employment benefits on a pay-as-you-go basis. In fiscal year 2012, The Board's portion of health care funding cost for retired employees totaled \$1,431,459, and the life insurance totaled \$54,242. Effective July 1, 2008, The Board implemented Government Accounting Standards Board Statement Number 45, *Accounting and Financial Reporting by Employers for Post employment Benefits Other than Pensions* (GASB 45). This amount was applied toward the Net OPEB Benefit Obligation as shown below.

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Annual Required Contribution. The Board's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45. The Annual Required Contribution (ARC) is the sum of the Normal Cost plus the contribution to amortize the Unfunded Actuarial Accrued Liability (UAAL). A level dollar, open amortization period of 30 years (the maximum amortization period allowed by GASB 43/45) has been used for the post-employment benefits. The total ARC for the fiscal year beginning July 1, 2011 is \$2,770,103 for medical and \$106,045 for life, as set forth below:

	Medical	Life	Total
Normal Cost	\$ 963,081	\$ 23,675	\$ 986,756
30-year UAL amortization amount	1,807,022	82,370	1,889,392
Annual Required Contribution (ARC)	\$ 2,770,103	\$ 106,045	\$ 2,876,148

Net Post-employment Benefit Obligation (Asset). The table below shows The Board's Net Other Post-employment Benefit (OPEB) Obligation (Asset) for the fiscal year ending June 30, 2012:

	Medical	Life	Total
Beginning Net OPEB Obligation (Asset), July 1, 2011	\$ 5,046,472	\$ 140,579	\$ 5,187,051
Annual Required Contribution	2,770,103	106,045	2,876,148
Interest on Net OPEB Obligation (Asset)	201,859	5,623	207,482
ARC Adjustment	291,838	8,130	299,968
OPEB Cost	2,680,124	103,538	2,783,662
Contribution	-	-	-
Current Year Retiree Premium	(1,431,459)	(54,242)	(1,485,701)
Change in Net OPEB Obligation	1,248,665	49,296	1,297,961
Ending Net OPEB Obligation (Asset), June 30, 2012	\$ 6,295,137	\$ 189,875	\$ 6,485,012

The following table shows The Board's annual post employment benefits (PEB) cost, percentage of the cost contributed, and the net unfunded post employment benefits (PEB) liability (asset):

	Medical	Life	Total
Annual OPEB Cost	\$ 2,680,124	\$ 103,538	\$ 2,783,662
Percentage of Annual Cost Contributed	53.41%	52.39%	53.37%
Net OPEB Obligation (Asset)	\$ 6,295,137	\$ 189,875	\$ 6,485,012

ST. JAMES PARISH SCHOOL BOARD

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Funded Status and Funding Progress. In the fiscal year ending June 30, 2012, The Board made no contributions to its post employment benefits plan. The plan was not funded at all, has no assets, and hence has a funded ratio of zero. Based on the most recent actuarial valuation of July 1, 2010, on June 30, 2012, the Actuarial Accrued Liability (AAL) was \$32,496,945 (medical) and \$1,481,225 (life), which is defined as that portion, as determined by a particular actuarial cost method (The Board uses the Projected Unit Credit Cost Method), of the actuarial present value of post employment plan benefits and expenses which is not provided by normal cost.

	<u>Medical</u>	<u>Life</u>	<u>Total</u>
Actuarial Accrued Liability (AAL)	\$ 32,496,945	1,481,225	\$ 33,978,170
Actuarial Value of Plan Assets	-	-	-
Unfunded Actuarial Accrued Liability (UAAL)	\$ 32,496,945	1,481,225	\$ 33,978,170
Funded Ratio	-	-	-
Covered Payroll (active plan members)	\$ 21,792,278	\$ 21,792,278	\$ 21,792,278
UAAL as a Percent of Covered Payroll	149.12%	6.80%	155.92%

Actuarial Methods and Assumptions. Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. The actuarial valuation for post employment benefits includes estimates and assumptions regarding (1) turnover rate; (2) retirement rate; (3) health care cost trend rate; (4) mortality rate; (5) discount rate (investment return assumption); and (6) the period to which the costs apply (past, current, or future years of service by employees). Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

The actuarial calculations are based on the types of benefits provided under the terms of the substantive plan (the plan as understood by The Board and its employee plan members) at the time of the valuation and on the pattern of sharing costs between The Board and its plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between The Board and plan members in the future. Consistent with the long-term perspective of actuarial calculations, the actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial liabilities and the actuarial value of assets.

Actuarial Cost Method. The ARC is determined using the Projected Unit Credit Cost Method. The employer portion of the cost for retiree medical care in each future year is determined by projecting the current cost levels using the healthcare cost trend rate and discounting this projected amount to the valuation date using the other described pertinent actuarial assumptions, including the investment return assumption (discount rate), mortality, and turnover.

Actuarial Value of Plan Assets. Since the OPEB obligation has not been funded, there are no assets. It is anticipated that in future valuations, should funding take place, a smoothed market value consistent with Actuarial Standards Board ASOP 6, as provided in paragraph number 125 of GASB Statement 45 will be used.

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NOTES TO BASIC FINANCIAL STATEMENTS

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Turnover Rate. An age-related turnover scale based on actual experience has been used. The rates, when applied to the active employee census, produce a composite annual turnover of approximately 5%.

Post employment Benefit Plan Eligibility Requirements. Based on past experience, it has been assumed that entitlement to benefits will commence three years after satisfaction of the minimum retirement/D.R.O.P. entry eligibility requirements. The three year delay is to accommodate the three year period of participation in the D.R.O.P. Medical benefits are provided to employees upon actual retirement. Employees are covered by the Teachers' Retirement System of Louisiana (TRSL), whose retirement eligibility (D.R.O.P. entry) provisions are as follows: 30 years of service at any age; age 55 and 25 years of service; or, age 65 and 20 years of service. Complete plan provisions are included in the official plan documents. Entitlement to benefits continue through Medicare to death.

Investment Return Assumption (Discount Rate). GASB Statement 45 states that the investment return assumption should be the estimated long-term investment yield on the investments that are expected to be used to finance the payment of benefits (that is, for a plan that's funded). Based on the assumption that the ARC will not be funded, a 4% annual investment return has been used in this valuation.

Health Care Cost Trend Rate. The expected rate of increase in medical cost is based on projections performed by the Office of the Actuary at the Centers for Medicare & Medicaid Services as published in National Health Care Expenditures Projections: 2003 to 2013, Table 3: National Health Expenditures, Aggregate and per Capita Amounts, Percent Distribution and Average Annual Percent Change by Source of Funds: Selected Calendar Years 1990-2013, released in January, 2004 by the Health Care Financing Administration (www.cms.hhs.gov). "State and Local" rates for 2009 through 2013 from this report were used, with rates beyond 2013 graduated down to an ultimate annual rate of 5.0% for 2016 and later.

Mortality Rate. The 1994 Group Annuity Reserving (94GAR) table, projected to 2002, based on a fixed blend of 50% of the unloaded male mortality rate and 50% of the unloaded female mortality rates, was used. This is a published mortality table which was designed to be used in determining the value of accrued benefits in defined benefit pension plans.

Method of Determining Value of Benefits. The "value of benefits" has been assumed to be the portion of the premium after retirement date expected to be paid by the employer for each retiree and has been used as the basis for calculating the actuarial present value of OPEB benefits to be paid. The rates provided are "blended" rates for active and retirees before age 65. Since GASB 45 mandates that "unblended" rates be used, we have estimated the "unblended" rates for those two groups: active and retired before Medicare eligibility. The employer premium payable for retiree medical insurance is a percentage of the employer rate schedule varying according to the number of years of service at retirement (D.R.O.P. entry): 25% for fewer than 10 years; 50% for 10 years but fewer than 15 years; 75% for 15 years but fewer than 20 years; and, 100% for 20 years or more.

Inflation Rate. Included in both the Investment Return Assumption and the Healthcare Cost Trend rates above is an implicit inflation assumption of 2.50% annually.

Projected Salary Increases. This assumption is not applicable since neither the benefit structure nor the valuation methodology involves salary.

Post-retirement Benefit Increases. The plan benefit provisions in effect for retirees as of the valuation date have been used and it has been assumed for valuation purposes that there will not be any changes in the future.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2012

A summary of OPEB cost and contributions for the past three fiscal years follows:

	<u>FY 2012</u>	<u>FY 2011</u>	<u>FY 2010</u>
OPEB Cost	\$ 2,783,662	\$ 2,712,145	\$ 2,877,648
Contribution	-	-	-
Retiree Premium	<u>1,485,701</u>	<u>518,992</u>	<u>1,337,824</u>
Total Contribution and Premium	<u>1,485,701</u>	<u>518,992</u>	<u>1,337,824</u>
Change in Net OPEB Obligation	\$ <u>1,297,961</u>	\$ <u>2,193,153</u>	\$ <u>1,539,824</u>
Percent of Contribution to Cost	-	-	-
Percent of Contribution plus Premium to Cost	53.37%	19.14%	46.49%

L. Agency Fund - Sales and Use Tax Collections

St. James Parish sales and use taxes are collected and disbursed by a department operating within the physical confines of the St. James Parish School Board. The department collects and distributes the taxes on a monthly basis to all taxing bodies within the parish. A summary of disbursements for the year ended June 30, 2012 follows:

	<u>Total Collections</u>	<u>Collection Costs</u>	<u>Final Distribution</u>
St. James Parish School Board	\$ 18,100,976	\$ -	\$ 18,100,976
St. James Parish Council	6,129,285	81,797	6,047,488
Town of Gramercy	654,121	8,721	645,400
Town of Lutcher	201,947	2,693	199,254
River Parish Tourist Commission	<u>30,645</u>	<u>2,452</u>	<u>28,193</u>
TOTALS	\$ <u>25,116,974</u>	\$ <u>95,663</u>	\$ <u>25,021,311</u>

O. Litigation

At June 30, 2012, The Board was a defendant in several different lawsuits. Except as discussed in Item Q. Subsequent Events below in which The Board was a plaintiff, Board management and legal counsel believe that claims against The Board not covered by insurance would not have a material impact on The Board's financial statements. There have been no material judgments against The Board in the last several fiscal years.

P. Federal Grants

The Board participates in a number of federally-assisted grant programs. These programs are subject to program compliance audits by the grantors. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. Based on prior experience, Board management believes such disallowances, if any, would be immaterial.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2012

Q. Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, February 19, 2013, and determined that there was one occurrence that requires disclosure. Along with two other Louisiana school boards operating under a similar contract agreement for transportation services, The Board filed a lawsuit against the Louisiana School Employees Retirement System (LSERS) in response to a \$985,000 assessment against The Board by LSERS. Citing a 2008 Louisiana law concerning the "privatization" of school employee job positions, LSERS assessed The Board for the portion of the LSERS unfunded accrued liability deemed applicable to several bus drivers that have voluntarily left The Board's employ in the last two fiscal years. Along with the two other school boards, The Board brought suit against LSERS, alleging that the assessment was without grounds based on several different legal assertions. A one-day trial was held in December 2012 and in February 2013 a ruling was issued by the presiding judge that dismissed the petitions of the three school boards. The case will be appealed and Board counsel continues to believe that the probable outcome of the appeal will be in favor of The Board. Accordingly, there is no provision for this potential assessment in The Board's financial statements.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

REQUIRED SUPPLEMENTARY INFORMATION

GENERAL FUND - BUDGETARY COMPARISON SCHEDULE

The General Fund is the main operating fund of The Board and accounts for all financial resources and transactions not required to be accounted for elsewhere.

OTHER POST RETIREMENT BENEFITS PLAN - SCHEDULE OF FUNDING PROGRESS

This schedule provides a status of The Board's funding of its post retirement benefits plan.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 1

GENERAL FUND

Budgetary Comparison Schedule
For the Year Ended June 30, 2012

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL	(Budgetary Basis)	WITH FINAL BUDGET
REVENUES				
Local Sources:				
Taxes: Ad Valorem	\$ 13,500,000	\$ 14,432,817	\$ 14,451,440	\$ 18,623
Sales and Use	15,000,000	17,900,000	18,100,976	200,976
Interest Earnings	75,000	40,000	22,880	(17,120)
Other	765,000	759,350	762,897	3,547
Total Local Sources	29,340,000	33,132,167	33,338,193	206,026
State Sources:				
Minimum Foundation Program	16,145,968	15,797,132	15,797,140	8
Other	1,145,214	978,318	994,744	16,426
Total State Sources	17,291,182	16,775,450	16,791,884	16,434
Federal Sources	300,000	523,273	509,314	(13,959)
TOTAL REVENUES	46,931,182	50,430,890	50,639,391	208,501
EXPENDITURES				
Current:				
Instruction:				
Regular Programs	18,727,054	18,842,914	18,555,236	(287,678)
Special Programs	5,340,479	5,003,647	4,105,625	(898,022)
Vocational Programs	1,263,292	1,140,012	1,124,192	(15,820)
All Other Programs	2,668,261	2,935,250	3,054,601	119,351
Support Services:				
Pupil Support	2,152,241	2,481,400	2,900,299	418,899
Instructional Staff Support	2,578,456	2,574,299	2,247,828	(326,471)
General Administration	1,619,520	1,754,424	1,761,979	7,555
School Administration	3,200,050	3,331,729	3,265,791	(65,938)
Business Services	589,574	508,788	502,591	(6,197)
Plant Services	5,135,549	5,507,714	5,424,227	(83,487)
Pupil Transportation	3,099,927	3,205,602	3,155,975	(49,627)
Central Services	1,259,126	1,118,815	1,276,805	157,990
Community Services	9,000	9,500	13,929	4,429
Capital Outlay	675,000	198,650	268,092	69,442
Debt Service: Principal	272,727	272,727	272,727	-
Interest	25,000	18,050	18,050	-
TOTAL EXPENDITURES	48,615,256	48,903,521	47,947,947	(955,574)

(Continued)

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 1

GENERAL FUND

Budgetary Comparison Schedule
For the Year Ended June 30, 2012

	BUDGET		ACTUAL (Budgetary Basis)	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(1,684,074)	1,527,369	2,691,444	1,164,075
OTHER FINANCING SOURCE (Uses):				
Insurance Proceeds	-	-	-	-
Interfund Transfers In	233,623	171,895	145,580	(26,315)
Interfund Transfers Out	(500,000)	(697,298)	(2,258,696)	(1,561,398)
TOTAL OTHER FINANCING SOURCES / (Uses)	(266,377)	(525,403)	(2,113,116)	(1,587,713)
NET CHANGES IN FUND BALANCES	\$ (1,950,451)	\$ 1,001,966	\$ 578,328	\$ (423,638)

Concluded

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 2

OTHER POST RETIREMENT BENEFITS PLAN Retiree Health and Life Insurance Programs Schedule of Funding Progress For the Three Years Ended June 30, 2012

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	(b-a) Unfunded AAL (UALL)	(a/b) Funded Ratio	(d) Covered Payroll	((b-a)/d) UAAL as a Percentage of Covered Payroll
7-1-2009	\$ -	\$ 33,188,734	\$ 33,188,734	0%	\$ 22,596,591	146.87%
7-1-2010	\$ -	\$ 31,414,728	\$ 31,414,728	0%	\$ 21,606,404	145.40%
7-1-2011	\$ -	\$ 33,978,170	\$ 33,978,170	0%	\$ 21,792,278	155.92%

Fiscal Year Ending	Annual OPEB Costs	Amount Contributed	Percentage of Annual OPEB Costs Contributed	Increase (Decrease) to Net OPEB Obligation	Net OPEB Obligation
6-30-2010	\$ 2,877,648	\$ 1,337,824	46.49%	\$ 1,539,824	\$ 2,993,898
6-30-2011	\$ 2,712,145	\$ 518,992	19.14%	\$ 2,193,153	\$ 5,187,051
6-30-2012	\$ 2,783,662	\$ 1,485,701	53.37%	\$ 1,297,961	\$ 6,485,012

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS

Special Revenue Funds – Special Revenue Funds account for the proceeds of specific revenue sources that are legally restricted to expenditure for specific purposes. Most Special Revenue Funds are operated on a cost-reimbursement basis.

NO CHILD LEFT BEHIND ACT (NCLB)

Title I - This federal program focuses on basic skills for at-risk and low income students and includes funding authorized under the American Recovery and Reinvestment Act of 2009 (ARRA).

Title II - This program provides federal monies for elevating teacher and principal quality through staff development and through personnel recruitment, hiring, and retention strategies.

Reading First – The goal of this federally-funded program is to bring all kindergarten through third-grade students up to reading on the appropriate grade levels.

Individuals With Disabilities Education Act (IDEA) - This program provides federally-funded free education in the least restrictive environment for those students with physical and mental exceptionalities and includes ARRA funding.

Teaching , Learning, and Technology Center (TLTC) - This federal program provides monies for professional development training into a standards-based curriculum to schools in the system.

Vocational Education - This fund accounts for federal monies used to implement the Carl D. Perkins Vocational Act to prepare students for occupational choices and ultimately employment

21st Century Community Learning – This federal funding provides for the establishment of community learning centers targeting low performing students and those coming from high poverty backgrounds.

School Food Service - This fund includes lunch and breakfast operations and accounts for the financial activities of the school food service program in the school system during the regular school term as well as the summer. The basic goals of this program are to serve nutritionally adequate, attractive, and moderately priced meals, to help children grow both socially and emotionally, to extend educational influence to the home of school children, and to provide learning experiences that will improve children's food habits with the ultimate goal of physically-fit adults.

Debt Service Fund - This fund accounts for the accumulation of resources for, and the payment of general long-term debt principal and interest.

Capital Projects Fund – This fund accounts for the expenditure of bonded indebtedness proceeds that are legally dedicated to site and facility acquisition or construction. This fund accounts for the activities financed by the Series 2007 General Obligation Bonds.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

NONMAJOR GOVERNMENTAL FUNDS

Combining Balance Sheet

As of June 30, 2012

	Special Revenue Funds					
	NO CHILD LEFT BEHIND (NCLB)				TLTC	VOCATIONAL EDUCATION
	TITLE I	TITLE II	READING FIRST	IDEA		
ASSETS						
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables	247,940	44,222	-	415,927	-	9,586
Inventory	-	-	-	-	-	-
TOTAL ASSETS	\$ 247,940	\$ 44,222	\$ -	\$ 415,927	\$ -	\$ 9,586
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts, Salaries, Other Payables	\$ 155,544	\$ 13,210	\$ -	\$ 99,304	\$ -	\$ 305
Interfund Payables	92,396	31,012	-	316,623	-	9,281
Total Liabilities	247,940	44,222	-	415,927	-	9,586
Fund Balances:						
Nonspendable	-	-	-	-	-	-
Restricted:						
Debt Service	-	-	-	-	-	-
Total Fund Balances	-	-	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCES	\$ 247,940	\$ 44,222	\$ -	\$ 415,927	\$ -	\$ 9,586

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 3

NONMAJOR GOVERNMENTAL FUNDS

Combining Balance Sheet

As of June 30, 2012

	<u>Special Revenue Funds</u>			<u>CAPITAL PROJECTS FUND</u>	
	<u>21ST CENTURY LEARNING</u>	<u>SCHOOL FOOD SERVICE</u>	<u>DEBT SERVICE FUND</u>	<u>SERIES 2007 GO BONDS</u>	<u>TOTAL</u>
ASSETS					
Cash and Cash Equivalents	\$ -	\$ 101,591	\$ 3,232,448	\$ 254,648	\$ 3,588,687
Receivables	64,226	86,611	-	-	868,512
Inventory	-	37,007	-	-	37,007
TOTAL ASSETS	<u>\$ 64,226</u>	<u>\$ 225,209</u>	<u>\$ 3,232,448</u>	<u>\$ 254,648</u>	<u>\$ 4,494,206</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts,Salaries,Other Paybles	\$ 54,062	\$ 188,202	\$ 7,500	\$ 254,648	\$ 772,775
Interfund Payables	10,164	-	-	-	459,476
Total Liabilities	<u>64,226</u>	<u>188,202</u>	<u>7,500</u>	<u>254,648</u>	<u>1,232,251</u>
Fund Balances:					
Nonspendable	-	37,007	-	-	37,007
Restricted:					
Debt Service	-	-	3,224,948	-	3,224,948
Total Fund Balances	<u>-</u>	<u>37,007</u>	<u>3,224,948</u>	<u>-</u>	<u>3,261,955</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 64,226</u>	<u>\$ 225,209</u>	<u>\$ 3,232,448</u>	<u>\$ 254,648</u>	<u>\$ 4,494,206</u>

Concluded

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 4

NONMAJOR GOVERNMENTAL FUNDS

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2012

	Special Revenue Funds					
	NO CHILD LEFT BEHIND (NCLB)					VOCATIONAL
	TITLE I	TITLE II	READING FIRST	IDEA	TLTC	EDUCATION
REVENUES						
Local Sources:						
Ad Valorem Taxes	\$ -	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Interest Earnings	-	-	-	-	-	-
Federal Sources: Grants	1,089,464	249,600	6,592	1,301,969	41,482	56,425
TOTAL REVENUES	\$ 1,089,464	249,600	6,592	1,301,969	41,482	56,425
EXPENDITURES						
Current:						
Instruction:						
Regular Programs	\$ -	\$ -	\$ -	\$ -	\$ 23,166	\$ -
Special Programs	-	-	-	593,966	-	-
Vocational Programs	-	-	-	-	-	56,425
All Other Programs	895,515	232,571	6,369	73,410	-	-
Support Services:						
Pupil Support	-	-	-	450,936	-	-
Instructional Staff Support	- 124,871	4,041	-	112,701	17,119	-
General Administration	-	-	-	-	-	-
Pupil Transportation	2,107	-	-	5,925	-	-
Central Services	9,021	-	-	-	-	-
Food Services	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Debt Service:						
Principal Retirement	-	-	-	-	-	-
Interest on Long-Term Debt	-	-	-	-	-	-
TOTAL EXPENDITURES	1,031,514	236,612	6,369	1,236,938	40,285	56,425
EXCESS (DEFICIENCY) OF REVENUES OVER EXPNDTRES	57,950	12,988	223	65,031	1,197	-
OTHER FINANCING SOURCES / (USES):						
Insurance Proceeds	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-
Interfund Transfers In	-	-	-	-	-	-
Interfund Transfers Out	(57,950)	(12,988)	(223)	(65,031)	(1,197)	-
TOTAL OTHER FINANCING SOURCES / (USES)	(57,950)	(12,988)	(223)	(65,031)	(1,197)	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	-	-	-	-	-	-
FUND BALANCE - BEGINNING	-	-	-	-	-	-
FUND BALANCE - ENDING	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 4

NONMAJOR GOVERNMENTAL FUNDS

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2012

	Special Revenue Funds		DEBT	CAPITAL PROJECTS FUND	
	21ST CENTURY LEARNING	SCHOOL FOOD SERVICE	SERVICE FUND	SERIES 2007 GO BONDS	TOTAL
REVENUES					
Local Sources:					
Ad Valorem Taxes	\$ -	\$ -	\$ 4,102,246	\$ -	\$ 4,102,246
Charges for Services	-	354,847	-	-	354,847
Interest Earnings	-	-	996	198	1,194
Federal Sources: Grants	158,406	1,981,872	-	889,571	5,775,381
TOTAL REVENUES	\$ 158,406	\$ 2,336,719	\$ 4,103,242	\$ 889,769	\$ 10,233,668
EXPENDITURES					
Current:					
Instruction:					
Regular Programs	\$ 145,256	\$ -	\$ -	\$ -	\$ 168,422
Special Programs	-	-	-	-	593,966
Vocational Programs	-	-	-	-	56,425
All Other Programs	-	-	-	-	1,207,865
Support Services:					
Pupil Support	-	-	-	-	450,936
Instructional Staff Support	-	-	-	-	258,732
General Administration	-	-	141,962	7,500	149,462
Pupil Transportation	4,959	-	-	-	12,991
Central Services	-	-	-	-	9,021
Food Services	-	3,001,335	-	-	3,001,335
Capital Outlay	-	-	-	5,896,258	5,896,258
Debt Service:					
Principal Retirement	-	-	4,788,333	-	4,788,333
Interest on Long-Term Debt	-	-	926,174	-	926,174
TOTAL EXPENDITURES	150,215	3,001,335	5,856,469	5,903,758	17,519,920
EXCESS (DEFICIENCY) OF REVENUES OVER EXPNDTRES	8,191	(664,616)	(1,753,227)	(5,013,989)	(7,286,252)
OTHER FINANCING SOURCES / (USES):					
Insurance Proceeds	-	-	-	314,984	314,984
Issuance of Debt	-	-	2,345,000	-	2,345,000
Interfund Transfers In	-	667,119	-	1,591,577	2,258,696
Interfund Transfers Out	(8,191)	-	-	-	(145,580)
TOTAL OTHER FINANCING SOURCES / (USES)	(8,191)	667,119	2,345,000	1,906,561	4,773,100
EXCESS (DEFICIENCY) OF REV- ENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES					
	-	2,503	591,773	(3,107,428)	(2,513,152)
FUND BALANCE - BEGINNING	-	34,504	2,633,175	3,107,428	5,775,107
FUND BALANCE - ENDING	\$ -	\$ 37,007	\$ 3,224,948	\$ -	\$ 3,261,955

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 5

NONMAJOR SPECIAL REVENUE FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 Final Budget (Modified Accrual Basis) and Actual (Modified Accrual Basis)
 For the Year Ended June 30, 2012

NCLB TITLE I

	FINAL BUDGET	ACTUAL	VARIANCE
REVENUES			
Federal Sources: Grants	\$ 1,278,480	\$ 1,089,464	\$ (189,016)
EXPENDITURES			
Current:			
Instruction:			
All Other Programs	1,038,380	895,515	142,865
Support Services:			
Instructional Staff Support	155,433	124,871	30,562
Pupil Transportation	4,153	2,107	2,046
Community Services	12,503	9,021	3,482
TOTAL EXPENDITURES	1,210,469	1,031,514	178,955
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	68,011	57,950	(10,061)
OTHER FINANCING SOURCE (Uses):			
Interfund Transfers In	-	-	-
Interfund Transfers Out	(68,011)	(57,950)	10,061
TOTAL OTHER FINANCING SOURCES / (Uses)	(68,011)	(57,950)	10,061
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ -	\$ -	\$ -

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 6

NONMAJOR SPECIAL REVENUE FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Final Budget (Modified Accrual Basis) and Actual (Modified Accrual Basis)
For the Year Ended June 30, 2012

NCLB TITLE II

	FINAL BUDGET	ACTUAL	VARIANCE
REVENUES			
Federal Sources: Grants	\$ 342,144	\$ 249,600	\$ (92,544)
EXPENDITURES			
Current:			
Instruction:			
All Other Programs	323,914	232,571	91,343
Support Services:			
Instructional Staff Support	-	4,041	(4,041)
TOTAL EXPENDITURES	<u>323,914</u>	<u>236,612</u>	<u>87,302</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	18,230	12,988	(5,242)
OTHER FINANCING SOURCE (Uses):			
Interfund Transfers In	-	-	-
Interfund Transfers Out	(18,230)	(12,988)	5,242
TOTAL OTHER FINANCING SOURCES / (Uses)	(18,230)	(12,988)	5,242
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 7

NONMAJOR SPECIAL REVENUE FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 Final Budget (Modified Accrual Basis) and Actual (Modified Accrual Basis)
 For the Year Ended June 30, 2012

READING FIRST

	FINAL BUDGET	ACTUAL	VARIANCE
REVENUES			
Federal Sources: Grants	\$ -	\$ 6,592	\$ 6,592
EXPENDITURES			
Current:			
Instruction:			
All Other Programs	-	6,369	(6,369)
TOTAL EXPENDITURES	-	6,369	(6,369)
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	223	223
OTHER FINANCING SOURCE (Uses):			
Interfund Transfers In	-	-	-
Interfund Transfers Out	-	(223)	(223)
TOTAL OTHER FINANCING SOURCES / (Uses)	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ -	\$ -	\$ -

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 8

NONMAJOR SPECIAL REVENUE FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Final Budget (Modified Accrual Basis) and Actual (Modified Accrual Basis)
For the Year Ended June 30, 2012

NCLB IDEA

	FINAL BUDGET	ACTUAL	VARIANCE
REVENUES			
Federal Sources: Grants	\$ 1,410,620	\$ 1,301,969	\$ (108,651)
EXPENDITURES			
Current:			
Instruction:			
Special Instruction	665,060	593,966	71,094
All Other Programs	85,861	73,410	12,451
Support Services:			
Pupil Support	420,889	450,936	(30,047)
Instructional Staff Support	149,641	112,701	36,940
Pupil Transportation	18,617	5,925	12,692
TOTAL EXPENDITURES	1,340,068	1,236,938	103,130
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	70,552	65,031	(5,521)
OTHER FINANCING SOURCE (Uses):			
Interfund Transfers In	-	-	-
Interfund Transfers Out	(70,552)	(65,031)	5,521
TOTAL OTHER FINANCING SOURCES / (Uses)	(70,552)	(65,031)	5,521
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ -	\$ -	\$ -

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 9

NONMAJOR SPECIAL REVENUE FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Final Budget (Modified Accrual Basis) and Actual (Modified Accrual Basis)
For the Year Ended June 30, 2012

TLTC

	FINAL BUDGET	ACTUAL	VARIANCE
REVENUES			
Federal Sources: Grants	\$ -	\$ 41,482	\$ 41,482
EXPENDITURES			
Current:			
Instruction:			
Regular Instruction	-	23,166	(23,166)
Support Services:			
Instructional Staff Support	-	17,119	(17,119)
TOTAL EXPENDITURES	<u>-</u>	<u>40,285</u>	<u>(40,285)</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	1,197	1,197
OTHER FINANCING SOURCE (Uses):			
Interfund Transfers In	-	-	-
Interfund Transfers Out	-	(1,197)	(1,197)
TOTAL OTHER FINANCING SOURCES / (Uses)	-	(1,197)	(1,197)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 10

NONMAJOR SPECIAL REVENUE FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Final Budget (Modified Accrual Basis) and Actual (Modified Accrual Basis)
For the Year Ended June 30, 2012

VOCATIONAL EDUCATION

	FINAL BUDGET	ACTUAL	VARIANCE
REVENUES			
Federal Sources: Grants	\$ 56,425	\$ 56,425	\$ -
EXPENDITURES			
Current:			
Instruction:			
Vocational Programs	56,425	56,425	-
TOTAL EXPENDITURES	56,425	56,425	-
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
OTHER FINANCING SOURCE (Uses):			
Interfund Transfers In	-	-	-
Interfund Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES / (Uses)	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ -	\$ -	\$ -

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 11

NONMAJOR SPECIAL REVENUE FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 Final Budget (Modified Accrual Basis) and Actual (Modified Accrual Basis)
 For the Year Ended June 30, 2012

21st CENTURY LEARNING

	FINAL BUDGET	ACTUAL	VARIANCE
REVENUES			
Federal Sources: Grants	\$ 284,655	\$ 158,406	\$ (126,249)
EXPENDITURES			
Current:			
Instruction:			
Regular Programs	248,107	145,256	102,851
Support Services:			
Pupil Transportation	21,446	4,959	16,487
TOTAL EXPENDITURES	269,553	150,215	119,338
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	15,102	8,191	(6,911)
OTHER FINANCING SOURCE (Uses):			
Interfund Transfers In	-	-	-
Interfund Transfers Out	(15,102)	(8,191)	6,911
TOTAL OTHER FINANCING SOURCES / (Uses)	(15,102)	(8,191)	6,911
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ -	\$ -	\$ -

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 12

NONMAJOR SPECIAL REVENUE FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Final Budget (Modified Accrual Basis) and Actual (Modified Accrual Basis)
For the Year Ended June 30, 2012

SCHOOL FOOD SERVICE

	FINAL BUDGET	ACTUAL	VARIANCE
REVENUES			
Local Sources:			
Charges for Services	\$ 383,648	\$ 354,847	\$ (28,801)
Federal Sources:			
Federal Grants	1,980,000	1,981,872	1,872
TOTAL REVENUES	<u>2,363,648</u>	<u>2,336,719</u>	<u>(26,929)</u>
EXPENDITURES			
Current:			
Support Services:			
Food Services	3,050,946	3,001,335	49,611
TOTAL EXPENDITURES	<u>3,050,946</u>	<u>3,001,335</u>	<u>49,611</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(687,298)	(664,616)	22,682
OTHER FINANCING SOURCE (Uses):			
Interfund Transfers In	687,298	667,119	(20,179)
Interfund Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES / (Uses)	<u>687,298</u>	<u>667,119</u>	<u>(20,179)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>\$ -</u>	<u>\$ 2,503</u>	<u>\$ 2,503</u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 13

AGENCY FUND

Statement of Changes in Assets and Liabilities For the Year Ended June 30, 2012

	<u>BALANCE</u> <u>JULY 1, 2010</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>30-Jun-12</u>
Assets:				
Cash	\$ <u>2,732,827</u>	\$ <u>26,441,442</u>	\$ <u>25,900,811</u>	\$ <u>3,273,458</u>
Liabilities:				
Deposits Due Others	\$ <u>2,732,827</u>	\$ <u>26,441,442</u>	\$ <u>25,900,811</u>	\$ <u>3,273,458</u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 14

AGENCY FUND

Schedule of Changes in Deposits Due Others
For the Year Ended June 30, 2012

	BALANCE JULY 1, 2011	ADDITIONS	DELETIONS	BALANCE June 30, 2012
Sales and Use Tax Department	\$ 2,131,186	\$ 25,140,695	\$ 24,690,288	\$ 2,581,593
<u>School Activity Funds</u>				
Fifth Ward Elementary School	10,638	32,368	34,832	8,174
Gramercy Elementary School	43,885	35,323	23,423	55,785
Lutcher Elementary School	22,991	13,103	13,296	22,798
Lutcher High School	347,325	552,293	480,469	419,149
Career and Technology Center	21,178	49,092	45,819	24,451
Paulina Elementary	37,924	195,779	199,874	33,829
Romeville Elementary	16,534	10,449	14,721	12,262
St. James High School	28,841	252,427	236,217	45,051
Sixth Ward Elementary School	4,951	41,436	41,059	5,328
Vacherie Elementary School	32,168	98,957	72,131	58,994
Vacherie Primary School	21,838	-	21,838	-
Science and Math Academy	13,368	19,520	26,844	6,044
Subtotal - School Activity Funds	<u>601,641</u>	<u>1,300,747</u>	<u>1,210,523</u>	<u>691,865</u>
TOTAL	\$ <u>2,732,827</u>	\$ <u>26,441,442</u>	\$ <u>25,900,811</u>	\$ <u>3,273,458</u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 15

CAPITAL ASSETS Comparative Statement by Source June 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
CAPITAL ASSETS		
Land	\$ 2,370,231	\$ 1,370,231
Buildings and Improvements	68,769,429	65,023,685
Furniture, Fixtures, and Equipment	1,758,671	1,941,506
Work-in-Progress	<u>9,499,643</u>	<u>6,063,476</u>
TOTAL CAPITAL ASSETS	<u>\$ 82,397,974</u>	<u>\$ 74,398,898</u>
 SOURCES OF FUNDING FOR CAPITAL ASSETS		
General Fund	\$ 4,707,508	\$ 4,707,508
Special Revenue Funds	1,640,174	1,823,009
Capital Projects Funds	75,870,467	67,688,556
Gifts and Donations	<u>179,825</u>	<u>179,825</u>
TOTAL INVESTMENT IN CAPITAL ASSETS	<u>\$ 82,397,974</u>	<u>\$ 74,398,898</u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

Schedule 16

CAPITAL ASSETS Statement of Capital Assets by Function June 30, 2012

	<u>LAND</u>	<u>BUILDINGS AND IMPROVEMENTS</u>	<u>FURNITURE, FIXTURES, AND EQUIPMENT</u>	<u>WORK IN PROGRESS</u>	<u>TOTALS</u>
Instructional Services	\$ 2,368,131	\$ 63,184,585	\$ 874,094	\$ 9,379,320	\$ 75,806,130
Support Services	<u>2,100</u>	<u>5,584,844</u>	<u>884,577</u>	<u>120,323</u>	<u>6,591,844</u>
TOTAL CAPITAL ASSETS	\$ <u>2,370,231</u>	\$ <u>68,769,429</u>	\$ <u>1,758,671</u>	\$ <u>9,499,643</u>	\$ <u>82,397,974</u>





ST. JAMES PARISH SCHOOLS

Inspiring Hope and Purpose

STATISTICAL SECTION

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

STATISTICAL SCHEDULE DESCRIPTIONS

The Statistical Section of the Comprehensive Annual Financial Reports presents detailed information designed to aid and supplement the readers' understanding of the financial statements, the Notes to Basic Financial Statements, and the required supplementary information presented herein.

FINANCIAL TRENDS – To aid the reader in determining financial position and changes in such over time.

- Net Assets by Component – Last Ten Fiscal Years
- Changes in Net Assets – Last Ten Fiscal Years
- Fund Balances of Governmental Funds – Last Ten Fiscal Years
- Changes in Fund Balances of Governmental Funds – Last Ten Fiscal Years

REVENUE CAPACITY – To provide the reader an understanding of revenue-generating ability and limits.

- Assessed Valuation of Taxable Property – Last Ten Fiscal Years
- Principal Taxpayers – As of June 30, 2012 and June 30, 2003
- Ad Valorem Tax Rates and Tax Levies – Direct and Overlapping Governments – Last Ten Fiscal Years
- Ad Valorem Tax Levies and Collections – Last Ten Fiscal Years
- Governmental Activities Tax Revenues by Source – Last Ten Fiscal Years

DEBT CAPACITY – To aid the reader in determining outstanding debt and the ability to issue future debt.

- Ratios of Outstanding Debt by Type – Last Ten Fiscal Years
- Ratios of General Bonded Debt Outstanding – Last Ten Fiscal Years
- Direct and Overlapping Governmental Activities Debt – As of June 30, 2012
- Legal Debt Margin Information – Last Ten Fiscal Years

DEMOGRAPHIC AND ECONOMIC INFORMATION – To aid the reader in understanding the environment in which The Board's financial activity takes place.

- Demographic and Economic Statistics – Last Ten Fiscal Years
- Principal Employers – As of June 30, 2012 and June 30, 2003

OPERATING INFORMATION – This schedule contains general profile information about The Board.

- Miscellaneous Statistical Data – As of June 30, 2012

ST. JAMES PARISH SCHOOL BOARDLutcher, Louisiana

NET ASSETS BY COMPONENT
For the Last Ten Fiscal Years
(Unaudited)

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Governmental Activities				
Invested in Capital Assets, net of related debt	\$ 19,306,164	\$ 16,425,494	\$ 11,317,460	\$ 12,000,770
Restricted	10,907,669	14,423,386	11,824,907	8,559,045
Unrestricted	<u>7,696,969</u>	<u>3,005,069</u>	<u>2,705,186</u>	<u>1,337,897</u>
Total Government Activities Net Assets	\$ <u>37,910,802</u>	\$ <u>33,853,949</u>	\$ <u>25,847,553</u>	\$ <u>21,897,712</u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 11,731,495	\$ 7,290,650	\$ 5,357,371	\$ 5,262,908	\$ 4,699,329	\$ 3,013,339
8,631,407	7,739,866	7,962,368	4,253,651	2,174,972	3,528,082
<u>3,227,037</u>	<u>3,077,878</u>	<u>802,685</u>	<u>(949,342)</u>	<u>(1,696,423)</u>	<u>(1,360,534)</u>
<u>\$ 23,589,939</u>	<u>\$ 18,108,394</u>	<u>\$ 14,122,424</u>	<u>\$ 8,567,217</u>	<u>\$ 5,177,878</u>	<u>\$ 5,180,887</u>

Concluded

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

CHANGES IN NET ASSETS

For the Last Ten Fiscal Years (Unaudited)

	2012	2011	2010	2009
EXPENSES				
Governmental Activities				
Instruction:				
Regular Programs	\$ 19,465,339	\$ 18,093,085	\$ 18,871,543	\$ 21,302,452
Special Programs	4,910,172	5,841,415	5,464,718	5,226,730
Vocational Programs	1,218,666	1,244,207	1,305,349	1,269,051
All Other Programs	4,400,891	4,007,398	4,391,683	5,143,792
Support Services:				
Pupil Support	3,456,214	2,676,882	2,653,701	2,488,692
Instructional Staff Support	2,622,820	2,933,677	3,025,846	2,927,686
General Administration	3,508,237	3,054,578	2,783,247	2,660,785
School Administration	3,397,225	2,968,158	3,023,668	2,895,504
Business Services	534,807	742,262	586,986	595,443
Plant Services	5,538,962	4,712,735	5,164,551	7,094,882
Pupil Transportation	3,287,924	2,978,547	2,734,010	2,819,756
Central Services	1,318,693	1,144,663	901,997	1,162,581
Food Services	3,030,426	2,866,545	2,870,084	3,004,929
Community Services	13,929	3,534	15,866	3,967
Capital Outlay	-	-	722,780	223,379
Interest on Long-Term Debt	656,739	822,660	1,050,983	1,165,484
Other	64,000	-	-	614,759
Total Governmental Activities Expenses	<u>57,425,044</u>	<u>54,090,346</u>	<u>55,567,012</u>	<u>60,599,872</u>
Total Primary Government Expenses	<u>\$ 57,425,044</u>	<u>\$ 54,090,346</u>	<u>\$ 55,567,012</u>	<u>\$ 60,599,872</u>
PROGRAM REVENUES				
Governmental Activities				
Charges for Services:				
Food Service	\$ 354,847	\$ 452,333	\$ 361,724	\$ 256,705
Operating Grants and Contributions:				
Regular Programs	497,524	980,747	1,092,257	668,407
Special Programs	638,059	1,090,703	1,090,171	795,732
Vocational Programs	73,097	97,052	61,665	56,556
All Other Programs	1,874,534	2,097,053	2,166,643	3,100,582
Pupil Support	930,600	1,053,157	1,113,895	865,247
Instructional Staff Support	344,586	715,903	750,780	845,808
General Administration	-	94,419	13,698	6,000
School Administration	-	34,871	40,439	-
Business Services	-	95,754	10,315	-
Plant Services	26,421	26,675	391,603	343,464
Pupil Transportation	13,677	105,319	107,689	23,977
Central and Community Services	9,498	158,935	48,574	32,916
Food Services	1,981,872	1,921,564	1,812,953	1,738,063
Total Governmental Activities Program Revenues	<u>6,744,715</u>	<u>8,924,485</u>	<u>9,062,406</u>	<u>8,733,457</u>
Total Primary Government Program Revenues	<u>\$ 6,744,715</u>	<u>\$ 8,924,485</u>	<u>\$ 9,062,406</u>	<u>\$ 8,733,457</u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 16,802,275	\$ 14,760,523	\$ 13,699,175	\$ 11,678,317	\$ 12,294,312	\$ 11,334,819
4,671,131	4,325,514	3,794,787	4,056,751	3,718,045	3,389,614
1,030,116	1,050,852	991,556	1,012,595	145,961	1,015,730
4,702,367	4,619,939	5,006,738	4,095,956	1,930,777	1,893,778
1,639,630	1,706,752	1,496,552	1,660,442	1,762,788	1,566,873
2,573,862	3,052,023	2,416,394	2,144,273	1,895,537	1,438,284
2,986,075	2,648,480	2,855,513	2,634,772	2,637,696	2,537,708
2,481,934	2,540,947	2,363,339	2,186,888	2,108,932	2,020,854
594,886	493,610	457,226	393,043	422,320	385,301
4,986,733	5,352,112	4,137,170	3,608,651	4,926,213	4,922,740
2,524,409	2,284,189	2,164,282	2,014,630	1,995,630	1,785,421
881,190	852,493	587,276	561,342	567,718	507,675
2,668,978	2,570,165	2,390,201	2,311,045	2,270,280	2,081,626
5,135	8,050	4,122	10,726	4,735	15,319
523,787	12,677	109,325	35,673	156,032	385,461
645,011	721,082	840,630	881,980	1,023,835	1,105,835
<u>49,717,519</u>	<u>46,999,408</u>	<u>43,314,286</u>	<u>39,287,084</u>	<u>37,860,811</u>	<u>36,387,038</u>
\$ <u>49,717,519</u>	\$ <u>46,999,408</u>	\$ <u>43,314,286</u>	\$ <u>39,287,084</u>	\$ <u>37,860,811</u>	\$ <u>36,387,038</u>
\$ 252,555	\$ 261,369	\$ 238,565	\$ 248,148	\$ 226,044	\$ 201,906
768,711	970,932	2,358,102	421,451	315,644	458,422
710,696	531,185	405,177	524,859	481,490	460,872
57,286	52,243	68,278	52,956	96,722	261,406
2,967,666	2,933,601	3,170,757	3,081,832	1,582,319	940,009
228,480	249,826	219,294	326,163	412,934	247,461
834,924	1,038,508	1,065,739	927,099	641,017	635,639
7,025	137,378	190,365	9,200	11,355	20,029
3,029	19,297	19,738	-	-	-
-	3,300	4,566	-	-	-
7,142	114,570	122,758	120	1,300	1,463
45,871	39,435	53,445	23,945	25,394	25,084
64,239	35,485	33,060	27,557	-	-
<u>1,676,578</u>	<u>1,545,042</u>	<u>2,123,127</u>	<u>2,034,854</u>	<u>2,016,626</u>	<u>1,851,828</u>
<u>7,624,202</u>	<u>7,932,171</u>	<u>10,072,971</u>	<u>7,678,184</u>	<u>5,810,845</u>	<u>5,104,119</u>
\$ <u>7,624,202</u>	\$ <u>7,932,171</u>	\$ <u>10,072,971</u>	\$ <u>7,678,184</u>	\$ <u>5,810,845</u>	\$ <u>5,104,119</u>

(Continued)

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

CHANGES IN NET ASSETS

For the Last Ten Fiscal Years (Unaudited)

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Net (Expense)/Revenue Governmental Activities	<u>(50,680,329)</u>	<u>(45,165,861)</u>	<u>(46,504,606)</u>	<u>(51,866,415)</u>
Total Primary Government Net Expense	\$ <u>(50,680,329)</u>	\$ <u>(45,165,861)</u>	\$ <u>(46,504,606)</u>	\$ <u>(51,866,415)</u>
General Revenues and Other Changes in Net Assets				
Governmental Activities:				
Taxes:				
Property Taxes, Levied for General Purposes	\$ 14,451,440	\$ 13,339,207	\$ 13,712,792	\$ 13,234,083
Property Taxes, Levied for Debt Service	4,102,246	3,776,935	3,878,920	3,628,141
Sales and Use Taxes,				
Levied for General Purposes	18,100,976	18,744,037	12,736,822	12,689,143
State Revenue Sharing	89,424	87,473	88,335	91,864
Grants and Contributions Not Restricted				
for Specific Purposes:				
Minimum Foundation Program	15,797,140	16,558,637	16,938,681	18,108,607
Interest and Investment Earnings	25,467	31,814	39,803	424,814
Miscellaneous	<u>2,170,489</u>	<u>634,154</u>	<u>3,059,094</u>	<u>1,997,536</u>
Total Governmental Activities	<u>54,737,182</u>	<u>53,172,257</u>	<u>50,454,447</u>	<u>50,174,188</u>
Total Primary Government	\$ <u>54,737,182</u>	\$ <u>53,172,257</u>	\$ <u>50,454,447</u>	\$ <u>50,174,188</u>
Changes in Net Assets:				
Governmental Activities	\$ <u>4,056,853</u>	\$ <u>8,006,396</u>	\$ <u>3,949,841</u>	\$ <u>(1,692,227)</u>
Total Primary Government	\$ <u>4,056,853</u>	\$ <u>8,006,396</u>	\$ <u>3,949,841</u>	\$ <u>(1,692,227)</u>

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
<u>(42,093,317)</u>	<u>(39,067,237)</u>	<u>(33,241,315)</u>	<u>(31,608,900)</u>	<u>(32,049,966)</u>	<u>(31,282,919)</u>
\$ <u>(42,093,317)</u>	\$ <u>(39,067,237)</u>	\$ <u>(33,241,315)</u>	\$ <u>(31,608,900)</u>	\$ <u>(32,049,966)</u>	\$ <u>(31,282,919)</u>
\$ 11,754,593	\$ 10,662,958	\$ 9,256,755	\$ 8,649,296	\$ 8,956,413	\$ 6,927,179
3,217,234	2,907,160	2,483,590	2,332,719	2,416,053	2,257,561
13,276,314	12,148,101	12,269,371	10,206,332	8,273,407	7,430,204
93,415	84,552	82,465	86,478	87,438	87,335
15,736,238	15,632,368	13,789,962	12,920,252	11,879,756	9,567,217
770,043	701,923	439,461	89,904	146,347	171,341
2,727,025	916,145	474,918	713,258	287,543	599,698
<u>47,574,862</u>	<u>43,053,207</u>	<u>38,796,522</u>	<u>34,998,239</u>	<u>32,046,957</u>	<u>27,040,535</u>
\$ <u>47,574,862</u>	\$ <u>43,053,207</u>	\$ <u>38,796,522</u>	\$ <u>34,998,239</u>	\$ <u>32,046,957</u>	\$ <u>27,040,535</u>
\$ 5,481,545	\$ 3,985,970	\$ 5,555,207	\$ 3,389,339	\$ (3,009)	\$ (4,242,384)
\$ <u>5,481,545</u>	\$ <u>3,985,970</u>	\$ <u>5,555,207</u>	\$ <u>3,389,339</u>	\$ <u>(3,009)</u>	\$ <u>(4,242,384)</u>

Concluded

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

FUND BALANCES OF GOVERNMENTAL FUNDSFor the Last Ten Fiscal Years
(Unaudited)

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
General Fund:				
Nonspendable	\$ 84,058	\$ 42,907	\$ -	\$ -
Restricted	6,239,272	11,755,707	9,204,797	6,061,052
Committed	4,765,501	-	-	-
Unassigned	<u>11,381,122</u>	<u>10,093,011</u>	<u>6,471,933</u>	<u>5,275,208</u>
Total General Fund	\$ <u>22,469,953</u>	\$ <u>21,891,625</u>	\$ <u>15,676,730</u>	\$ <u>11,336,260</u>
 All Other Governmental Funds:				
Nonspendable	37,007	34,504	-	-
Restricted, Reported in:				
Debt Service Funds	\$ 3,224,948	\$ 2,633,175	\$ 2,620,110	\$ 2,497,993
Capital Projects Funds	<u>1,443,449</u>	<u>9,076,181</u>	<u>7,159,201</u>	<u>10,869,949</u>
Total Restricted	<u>4,668,397</u>	<u>11,709,356</u>	<u>9,779,311</u>	<u>13,367,942</u>
Total All Other Governmental Funds	\$ <u>4,705,404</u>	\$ <u>11,743,860</u>	\$ <u>9,779,311</u>	\$ <u>13,367,942</u>

GASB Statement 54 was implemented as of and for the year ended June 30, 2011,
therefore only two years of data for the fund balance presentation mandated by GASB Statement 54 are presented.

ST. JAMES PARISH SCHOOL BOARD**Lutcher, Louisiana**

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 6,045,874	\$ 5,749,352	\$ 6,357,508	\$ 2,763,922	\$ 563,057	\$ 1,971,692
-	-	-	-	-	-
<u>5,742,653</u>	<u>5,142,002</u>	<u>2,641,529</u>	<u>951,488</u>	<u>129,218</u>	<u>390,347</u>
\$ <u><u>11,788,527</u></u>	\$ <u><u>10,891,354</u></u>	\$ <u><u>8,999,037</u></u>	\$ <u><u>3,715,410</u></u>	\$ <u><u>692,275</u></u>	\$ <u><u>2,362,039</u></u>
\$ 2,585,533	\$ 1,990,514	\$ 1,455,399	\$ 1,369,543	\$ 1,509,552	\$ 1,556,390
<u>15,723,376</u>	<u>-</u>	<u>149,461</u>	<u>120,186</u>	<u>102,363</u>	<u>98,273</u>
<u>18,308,909</u>	<u>1,990,514</u>	<u>1,604,860</u>	<u>1,489,729</u>	<u>1,611,915</u>	<u>1,654,663</u>
-	-	-	-	-	-
\$ <u><u>18,308,909</u></u>	\$ <u><u>1,990,514</u></u>	\$ <u><u>1,604,860</u></u>	\$ <u><u>1,489,729</u></u>	\$ <u><u>1,611,915</u></u>	\$ <u><u>1,654,663</u></u>

Concluded

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

For the Last Ten Fiscal Years (Unaudited)

	2012	2011	2010	2009
<u>REVENUES</u>				
Ad Valorem Taxes	\$ 18,553,686	\$ 17,116,142	\$ 17,591,712	\$ 16,862,224
Sales and Use Taxes	18,100,976	18,744,037	12,736,822	12,689,143
Charges for Services	354,847	452,333	361,724	256,705
Interest Earnings	25,467	31,814	39,803	424,814
Other Local	762,897	992,972	1,015,425	759,501
Minimum Foundation Program	15,797,140	16,558,637	16,938,681	18,108,607
Other State	994,744	1,143,499	2,158,938	3,017,697
Federal Grants	6,284,695	7,085,283	7,332,975	6,788,955
Total Revenues	60,874,452	62,124,717	58,176,080	58,907,646
<u>EXPENDITURES</u>				
Current:				
Instruction	28,866,332	27,748,586	28,835,560	31,726,893
Support Services	24,439,401	22,404,778	22,055,314	22,752,734
Capital Outlay	11,200,036	6,394,304	4,075,430	5,919,928
Debt Service:				
Principal	2,716,060	2,887,727	2,747,727	2,622,727
Interest	944,224	1,041,688	1,164,097	1,278,598
Total Expenditures	68,166,053	60,477,083	58,878,128	64,300,880
Excess Revenues / (Expenditures)	(7,291,601)	1,647,634	(702,048)	(5,393,234)
<u>OTHER FINANCING SOURCES / (USES):</u>				
Insurance Proceeds	831,473	31,810	1,453,887	-
Interfund Transfers In	2,404,276	2,169,232	975,231	1,276,021
Interfund Transfers (Out)	(2,404,276)	(2,169,232)	(975,231)	(1,276,021)
Bond Issue Proceeds	-	6,500,000	-	-
Payments to Refunding Bonds Escrow Agent	-	-	-	-
Bond Issuance Costs	-	-	-	-
Accrued Premium and Interest on Bonds Sold	-	-	-	-
Total Other Financing Sources / (Uses)	831,473	6,531,810	1,453,887	-
NET CHANGES IN FUND BALANCES	\$ (6,460,128)	\$ 8,179,444	\$ 751,839	\$ (5,393,234)
Debt Service as a Percentage of Noncapital Expenditures	6.87%	7.83%	7.69%	7.16%

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$	14,971,827	\$ 13,570,118	\$ 11,740,345	\$ 10,982,015	\$ 11,372,466	\$ 9,184,740
	13,276,314	12,148,101	12,269,371	10,206,332	8,273,407	7,430,204
	252,555	261,369	238,565	248,148	226,044	201,906
	770,043	701,923	441,720	89,904	146,347	171,341
	952,947	817,609	588,926	510,404	543,828	667,104
	15,736,238	15,632,368	13,789,962	12,920,252	11,879,756	9,567,217
	2,939,023	1,041,803	1,032,212	952,060	950,260	870,247
	6,206,702	6,532,936	8,289,674	6,767,308	4,465,694	4,043,009
	<u>55,105,649</u>	<u>50,706,227</u>	<u>48,390,775</u>	<u>42,676,423</u>	<u>37,857,802</u>	<u>32,135,768</u>
	26,976,671	24,513,700	22,825,286	20,866,209	19,528,284	17,562,762
	20,036,711	20,070,204	17,414,049	15,805,614	15,867,031	14,591,827
	3,959,045	1,686,498	109,325	453,944	1,183,437	3,751,111
	2,007,727	1,912,727	1,802,727	1,767,727	1,967,727	1,712,727
	816,844	721,082	927,187	881,980	1,023,835	1,108,130
	<u>53,796,998</u>	<u>48,904,211</u>	<u>43,078,574</u>	<u>39,775,474</u>	<u>39,570,314</u>	<u>38,726,557</u>
	1,308,651	1,802,016	5,312,201	2,900,949	(1,712,512)	(6,590,789)
	51,734	475,955	-	-	-	-
	899,569	1,032,072	741,626	684,706	595,101	1,055,008
	(899,569)	(1,032,072)	(741,626)	(684,706)	(595,101)	(1,055,008)
	15,900,000	-	4,245,000	3,925,000	-	1,875,000
	-	-	(4,158,443)	(3,925,000)	-	-
	(50,712)	-	-	-	-	-
	5,895	-	-	-	-	-
	<u>15,906,917</u>	<u>475,955</u>	<u>86,557</u>	<u>-</u>	<u>-</u>	<u>1,875,000</u>
\$	<u>17,215,568</u>	\$ <u>2,277,971</u>	\$ <u>5,398,758</u>	\$ <u>2,900,949</u>	\$ <u>(1,712,512)</u>	\$ <u>(4,715,789)</u>
	6.01%	5.91%	6.78%	7.23%	8.45%	8.77%

Concluded

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

ASSESSED VALUATION OF TAXABLE PROPERTY

For the Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Total Assessed Value	Amount of Homestead Exemption	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2012	\$ 449,158,779	\$ 39,396,264	\$ 409,762,515	43.96	\$ 3,725,113,773	11%
2011	418,714,085	39,245,078	379,469,007	43.96	3,449,718,245	11%
2010	423,577,955	39,030,030	384,547,925	43.96	3,495,890,227	11%
2009	398,981,112	38,563,491	360,417,621	43.96	3,276,523,827	11%
2008	348,336,210	34,736,383	313,599,827	45.06	2,850,907,518	11%
2007	334,034,735	33,400,522	300,634,213	45.06	2,733,038,300	11%
2006	288,010,379	32,437,997	255,572,382	45.06	2,323,385,291	11%
2005	268,215,130	31,940,619	236,274,511	45.06	2,147,950,100	11%
2004	265,227,638	30,136,971	235,090,667	45.06	2,137,187,882	11%
2003	256,312,419	29,812,114	226,500,305	38.06	2,059,093,682	11%

Fiscal Year	Real Property and Improvements	Personal Property	Public Service Property	Total Assessed Valuation	Amount of Homestead Exemption	Total Taxable Assessed Value
2012	100,621,361	300,400,058	48,137,360	449,158,779	39,396,264	409,762,515
2011	99,625,961	274,872,614	44,215,510	418,714,085	39,245,078	379,469,007
2010	98,084,153	277,127,072	48,366,730	423,577,955	39,030,030	384,547,925
2009	95,991,260	255,236,532	47,753,320	398,981,112	38,563,491	360,417,621
2008	73,959,412	227,875,658	46,501,140	348,336,210	34,736,383	313,599,827
2007	69,878,857	220,118,818	44,037,060	334,034,735	33,400,522	300,634,213
2006	65,321,884	188,822,176	33,866,319	288,010,379	32,437,997	255,572,382
2005	60,832,244	175,844,234	31,538,652	268,215,130	31,940,619	236,274,511
2004	60,154,669	173,885,608	31,187,361	265,227,638	30,136,971	235,090,667
2003	58,132,662	168,040,711	30,139,046	256,312,419	29,812,114	226,500,305

Source: St. James Parish Assessor's Office

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

PRINCIPAL TAXPAYERS

As of June 30, 2012 and June 30, 2003
(Unaudited)

Taxpayer	2012			2003		
	Assessed Value	Rank	Percent of Total Assessed Value	Assessed Value	Rank	Percent of Total Assessed Value
Motiva Enterprises LLC	\$ 126,421,854	1	28.15%	\$ 49,203,903	1	18.45%
Valero Mrktg & Supply Co	46,216,125	2	10.29%	-	-	-
Mosaic Fertilizer LLC	36,612,189	3	8.15%	22,142,515	3 (1)	8.30%
American Styrenics LLC	24,174,792	4	5.38%	27,162,884	2	10.19%
Occidental Chemical Corp.	12,680,981	5	2.82%	13,967,695	4	5.24%
LoCap, Inc.	12,029,440	6	2.68%	7,582,810	6	2.84%
Noranda Aluminum LLC	11,288,964	7	2.51%	11,738,726	5	4.40%
Plains Marketing, LP	10,237,100	8	2.28%	-	-	-
Louisiana Sugar Refining LLC	10,183,211	9	2.27%	-	-	-
Zen-Noh Grain Corp.	9,828,926	10	2.19%	6,576,376	9	2.47%
Capline System, Equilon	-	-	-	6,630,300	8	2.49%
Entergy Louisiana Inc.	-	-	-	7,139,320	7	2.68%
TOTALS	\$ 299,673,582		66.72%	\$ 152,144,529		57.06%

Source: St. James Parish Assessor's Office

(1) IMC-Phosphate (Agrico) and IMC-Phosphate(Freeport) were merged into Mosaic Fertilizer LLC.

ST. JAMES PARISH SCHOOL BOARD**Lutcher, Louisiana**

**AD VALOREM TAX RATES AND TAX LEVIES -
DIRECT AND OVERLAPPING GOVERNMENTS
For the Last Ten Fiscal Years
(Unaudited)****TAX RATES (Mills per Dollar)**

<u>Fiscal Year</u>	<u>Sheriff's Office</u>	<u>School Taxes</u>	<u>Road Taxes</u>	<u>Parish Council</u>	<u>Recreation Districts</u>
2012	20.96	43.96	5.97	21.27	6.71
2011	20.96	43.96	5.97	22.86	6.71
2010	20.96	43.96	5.97	22.97	6.71
2009	20.96	43.96	5.94	23.08	6.72
2008	20.96	45.06	5.97	23.92	7.23
2007	20.96	45.06	6.00	24.65	5.61
2006	20.96	45.06	6.25	25.15	5.61
2005	20.96	45.06	6.25	25.15	5.56
2004	20.96	45.06	6.25	25.15	5.61
2003	20.65	38.06	6.25	25.15	5.61

TAX LEVIES

<u>Fiscal Year</u>	<u>Sheriff's Office</u>	<u>School Taxes</u>	<u>Road Taxes</u>	<u>Parish Council</u>	<u>Recreation Districts</u>
2012	\$ 8,588,641	\$ 18,013,174	\$ 2,394,401	\$ 8,715,669	\$ 490,838
2011	7,953,689	16,681,470	2,213,125	8,678,475	454,635
2010	8,060,144	16,904,739	2,250,138	8,833,083	432,539
2009	7,554,373	15,843,971	2,095,491	8,318,457	464,293
2008	6,573,064	14,130,810	1,829,195	7,410,654	424,784
2007	6,302,076	13,546,580	1,757,574	7,410,654	268,314
2006	5,356,808	11,516,093	1,541,202	6,427,665	253,544
2005	4,952,325	10,646,532	1,433,172	5,942,324	205,626
2004	4,927,512	10,593,185	1,423,103	5,912,549	216,839
2003	4,892,853	8,938,024	1,436,600	6,038,921	214,479

Source: St. James Parish Assessor's Office

<u>Public Safety</u>	<u>Detention Center</u>	<u>Levee Districts</u>	<u>Drainage Taxes</u>	<u>Fire Protection</u>	<u>Other Taxes</u>	<u>Parish Totals</u>
5.19	1.00	7.42	2.98	0.74	2.61	118.81
5.19	1.00	7.42	2.98	0.74	2.63	120.42
5.19	0.99	7.43	2.98	0.74	2.61	120.51
5.03	0.96	7.43	2.98	0.72	2.61	120.39
5.19	0.99	7.67	2.98	0.74	2.35	123.06
5.19	1.00	7.72	3.00	0.74	2.70	122.63
5.19	1.00	7.76	3.00	0.74	2.70	123.42
5.19	1.00	7.76	3.00	0.74	1.69	122.36
5.19	1.00	7.76	3.00	0.74	1.70	122.42
5.19	1.00	7.91	3.00	0.74	1.68	115.24

<u>Public Safety</u>	<u>Detention Center</u>	<u>Levee Districts</u>	<u>Drainage Taxes</u>	<u>Fire Protection</u>	<u>Other Taxes</u>	<u>Parish Totals</u>
\$ 2,126,681	\$ 409,766	\$ 1,501,590	\$ 1,221,098	\$ 264,832	\$ 955,577	\$ 44,682,267
1,969,457	379,473	1,388,038	1,130,823	242,101	880,493	41,971,779
1,995,816	380,703	1,409,209	1,145,958	250,812	893,579	42,556,720
1,812,906	346,001	1,331,826	1,074,050	225,806	840,733	39,907,907
1,627,588	310,452	1,187,161	934,529	200,244	841,316	35,469,797
1,560,296	300,636	1,144,508	901,905	188,249	724,363	34,105,155
1,326,425	255,574	980,343	766,719	155,887	617,873	29,198,133
1,226,269	236,277	907,582	708,826	149,055	329,410	26,737,398
1,220,126	235,091	902,746	705,273	146,602	330,416	26,613,442
1,229,736	236,943	924,415	710,828	149,111	328,235	25,100,145

ST. JAMES PARISH SCHOOL BOARD**Lutcher, Louisiana**

AD VALOREM TAX LEVIES AND COLLECTIONS**For the Last Ten Fiscal Years
(Unaudited)**

<u>Fiscal Year</u>	<u>Amount of Tax Levied</u>	<u>Amount of Tax Collected</u>	<u>Percent of Levy Collected</u>
2012	\$ 18,013,174	\$ 18,033,374	100.11%
2011	16,681,470	16,603,423	99.53%
2010	16,904,739	17,079,415	101.03%
2009	15,843,971	15,957,618	100.72%
2008	14,130,810	14,496,769	102.59%
2007	13,546,580	13,098,602	96.69%
2006	11,516,093	11,190,464	97.17%
2005	10,646,532	10,427,767	97.95%
2004	10,593,185	10,353,016	97.73%
2003	8,938,024	8,692,991	97.26%

Amount of Tax Levied represents Assessor's original levy less homestead exemption.

Source: St. James Parish Assessor

Amount of Tax Collected represents School Board levies and collections only. Amounts do not include payments-in-lieu of taxes, which are reported on the basic financial statements in the Ad Valorem Taxes line item. Source: St. James Parish School Board.

ST. JAMES PARISH SCHOOL BOARD**Lutcher, Louisiana**

GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE**For the Last Ten Fiscal Years
(Unaudited)**

<u>Fiscal Year</u>	<u>Ad Valorem Tax and Revenue Sharing</u>	<u>Sales and Use Tax</u>	<u>Totals</u>
2012	\$ 18,643,110	\$ 18,100,976	36,744,086
2011	17,203,615	18,744,037	35,947,652
2010	17,680,047	12,736,822	30,416,869
2009	16,954,088	12,689,143	29,643,231
2008	15,065,242	13,276,314	28,341,556
2007	13,654,670	12,148,101	25,802,771
2006	11,822,810	12,269,371	24,092,181
2005	11,068,493	10,206,332	21,274,825
2004	11,459,904	8,273,407	19,733,311
2003	9,272,075	7,430,204	16,702,279

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

RATIOS OF OUTSTANDING DEBT BY TYPE
For the Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Governmental Activities		Total Outstanding Debt	Parish Population	Outstanding Debt Per Capita	Outstanding Debt as a Percentage of Total Personal Income
	General Obligation Bonds	Certificates of Indebtedness				
2012	\$ 25,531,667	\$ 644,548	\$ 26,176,215	21,784	\$ 1,202	3.72%
2011	27,975,000	917,275	28,892,275	22,045	1,311	4.17%
2010	24,100,000	1,180,002	25,280,002	22,231	1,137	3.74%
2009	26,595,000	1,432,729	28,027,729	22,095	1,269	4.02%
2008	28,975,000	1,675,456	30,650,456	22,164	1,383	4.94%
2007	14,850,000	1,908,183	16,758,183	21,964	763	2.89%
2006	16,540,000	2,130,910	18,670,910	21,399	873	3.55%
2005	17,870,000	2,343,637	20,213,637	21,229	952	4.31%
2004	19,285,000	2,546,364	21,831,364	21,274	1,026	4.81%
2003	20,285,000	3,104,091	23,389,091	21,365	1,095	5.26%

The 2011 and 2012 General Obligation Bonds column includes Qualified School Construction Bonds borrowings.

ST. JAMES PARISH SCHOOL BOARD**Lutcher, Louisiana**

RATIOS OF GENERAL BONDED DEBT OUTSTANDING**For the Last Ten Fiscal Years****(Unaudited)**

Fiscal Year	General Obligation Bonds	Less Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property	Per Capita
2012	\$ 25,531,667	\$ 3,224,948	\$ 22,306,719	0.60%	\$ 1,024
2011	27,975,000	2,633,175	25,341,825	0.73%	1,150
2010	24,100,000	2,620,110	21,479,890	0.61%	966
2009	26,595,000	2,497,993	24,097,007	0.74%	1,091
2008	28,975,000	2,585,533	26,389,467	0.93%	1,191
2007	14,850,000	1,990,514	12,859,486	0.47%	585
2006	16,540,000	1,455,399	15,084,601	0.65%	705
2005	17,870,000	1,369,543	16,500,457	0.77%	777
2004	19,285,000	1,509,552	17,775,448	0.83%	836
2003	20,285,000	1,556,390	18,728,610	0.91%	877

The 2011 and 2012 General Obligation Bonds column includes Qualified School Construction Bonds borrowings.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

As of June 30, 2012

(Unaudited)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes:			
St. James Parish Council (1)	\$ 6,145,000	100%	\$ 6,145,000
Town of Lutcher (2)	33,000	100%	33,000
Town of Gramercy	<u>385,000</u>	100%	<u>385,000</u>
Subtotal, Overlapping Debt	6,563,000		6,563,000
St. James Parish School Board	<u>26,176,215</u>	100%	<u>26,176,215</u>
Total Direct and Overlapping Debt	\$ <u><u>32,739,215</u></u>		\$ <u><u>32,739,215</u></u>

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the parish.

This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of St. James Parish. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of The Board's taxable assessed value that is within the government's boundaries and dividing it by the parish's total taxable assessed value.

(1) As of December 31, 2011

(2) As of April 30, 2012

ST. JAMES PARISH SCHOOL BOARD**Lutcher, Louisiana**

LEGAL DEBT MARGIN INFORMATION**For the Last Ten Fiscal Years
(Unaudited)**

Fiscal Year		Debt Limit		Total Net Debt Applicable to Limit		Legal Debt Margin		Total Net Debt Applicable to Limit as a Percentage of Debt Limit
2011	\$	157,205,573	\$	25,531,667	\$	131,673,906		16.24%
2011		146,549,930		27,975,000		118,574,930		19.09%
2010		148,252,284		24,100,000		124,152,284		16.26%
2009		139,643,389		26,595,000		113,048,389		19.04%
2008		121,917,674		28,975,000		92,942,674		23.77%
2007		116,912,157		14,850,000		102,062,157		12.70%
2006		100,803,633		16,540,000		117,343,633		16.41%
2005		93,875,296		17,870,000		111,745,296		19.04%
2004		92,829,673		19,285,000		112,114,673		20.77%
2003		89,709,347		20,285,000		109,994,347		22.61%

Legal Debt Margin Calculation for Fiscal Year 2012

Assessed Value	\$	449,158,779
Debt Limit - 35% of Assessed Value (1)		157,205,573
Less: Amount of Debt Applicable to Debt Limit:		
Bonded Debt		25,531,667
Legal Debt Margin	\$	131,673,906

(1) State law allows a maximum of 35% of assessed valuation for total bonded general obligation debt.

ST. JAMES PARISH SCHOOL BOARD**Lutcher, Louisiana**

DEMOGRAPHIC AND ECONOMIC STATISTICS**For the Last Ten Fiscal Years****(Unaudited)**

Fiscal Year	(1) Estimated Population	(1) Per Capita Income	(1) Total Personal Income	(2) Median Age	Public Enrollment	Non-Public Enrollment	(3) Jobless Rate
2012	21,784	\$ 32,266	\$ 702,882,544	37.1	3,773	232	12.4%
2011	22,045	\$ 31,408	\$ 692,389,360	36.8	3,885	221	13.6%
2010	22,231	\$ 30,401	\$ 675,844,631	36.6	3,968	244	12.9%
2009	22,095	\$ 31,559	\$ 697,296,105	36.9	3,987	226	10.1%
2008	22,164	\$ 27,978	\$ 620,104,392	36.6	4,156	229	7.0%
2007	21,964	\$ 26,377	\$ 579,344,428	35.1	3,779	356	7.3%
2006	21,399	\$ 24,553	\$ 525,409,647	34.0	3,712	384	7.1%
2005	21,229	\$ 22,079	\$ 468,715,091	33.6	3,697	388	8.6%
2004	21,274	\$ 21,350	\$ 454,199,900	33.9	3,761	391	11.1%
2003	21,365	\$ 20,817	\$ 444,755,205	33.8	3,892	381	12.3%

(1) Source: U.S. Department of Commerce, Bureau of Economic Analysis

(2) Source: Louisiana Department of Economic Development.

(3) Source: Louisiana Department of Labor

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

PRINCIPAL EMPLOYERS

As of June 30, 2012 and June 30, 2003

(Unaudited)

Employer	Type of Business	2012			2003		
		Rank	Employees	Percent of Total Emplmt	Rank	Employees	Percent of Total Emplmt
St. James Parish School Board	Public Education	1	600	5.89%	1	615	7.17%
Motiva, Inc.	Petroleum Refinery	2	540	5.30%	2	525	6.12%
Noranda Alumina, LLC	Chemical Plant	3	490	4.81%	3	500	5.83%
St. James Parish Council	Parish Government	4	365	3.58%	4	360	4.19%
Imperial Savannah LLP	Sugar Refinery	5	336	3.30%	6	239	2.78%
Mosaic Fertilizer, LLP	Fertilizer	6	240	2.35%	5	261	3.04%
Occidental Chemical Corp.	Chemical Plant	7	134	1.31%	9T	134	1.56%
Zen-Noh Grain Corp.	Grain Processor	8	120	1.18%	8	135	1.57%
American Styrenics	Chemical Plant	9	109	1.07%	9T	134	1.56%
Zapp's Potato Chips	Potato Chips	10	95	0.93%	-	-	-
Winn Dixie	Retail Grocery	-	-	-	7	145	1.69%

Source: St. James Parish Council.

ST. JAMES PARISH SCHOOL BOARD

Lutcher, Louisiana

MISCELLANEOUS STATISTICAL DATA (Unaudited)

As of and For the Year Ended June 30, 2012

Year of Incorporation	1921
Form of Government	President / School Board
Area of Parish	249.8 Square Miles
Regular School Term	180 Days

ST. JAMES PARISH PUBLIC SCHOOLS

<u>Grade Level</u>	<u>Number of Schools</u>	<u>Student Enrollment</u>
PK - 6	7	2,167
7 - 12	2	1,606
TOTALS	9	3,773

<u>Academic Degree</u>	<u>Number of Teachers</u>	<u>Percent of Total</u>
Bachelor's	211	65.94%
Master's	63	19.69%
Master's + 30 Hours	36	11.25%
Education Specialist	10	3.13%
Doctorate	-	-
TOTALS	320	100.00%

<u>Years of Experience</u>		
0 - 9	146	45.63%
10 - 19	104	32.50%
20 - 24	28	8.75%
25 and Over	42	13.13%
TOTALS	320	100.00%

ST. JAMES PARISH SCHOOL BOARD

**REPORTS ON COMPLIANCE, INTERNAL CONTROL
AND AGREED UPON PROCEDURES**

JUNE 30, 2012

ST. JAMES PARISH SCHOOL BOARD

**REPORTS ON COMPLIANCE, INTERNAL CONTROL
AND AGREED UPON PROCEDURES**

JUNE 30, 2012

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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING
STANDARDS**

To the St. James Parish School Board
Lutcher, Louisiana

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the St. James Parish School Board as of and for the year ended June 30, 2012, which collectively comprise the School Board's basic financial statements and have issued our report thereon dated February 28, 2013. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

Management of the St. James Parish School Board is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered St. James Parish School Board's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the St. James Parish School Board's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the St. James Parish School Board's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies in internal control over financial reporting. 2012-01. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

As part of obtaining reasonable assurance about whether the St. James Parish School Board's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and which are described in the accompanying schedule of findings and questioned costs as items 2012-02.

This report is intended solely for the information of the School Board, management, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Perthshire & Metherill

Gonzales, Louisiana
February 28, 2013

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT
COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND
ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB
CIRCULAR A-133**

To the St. James Parish School Board
Lutcher, Louisiana

Compliance

We have audited St. James Parish School Board's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of St. James Parish School Board's major federal programs for the year ended June 30, 2012. St. James Parish School Board's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of St. James Parish School Board's management. Our responsibility is to express an opinion on St. James Parish School Board's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about St. James Parish School Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on St. James Parish School Board's compliance with those requirements.

In our opinion, St. James Parish School Board complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned cost as item 2012-03.

Internal Control Over Compliance

Management of St. James Parish School Board is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered St. James Parish School Board's internal control over compliance with requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we

do not express an opinion on the effectiveness of St. James Parish School Board's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of St. James Parish School Board as of and for the year ended June 30, 2012, and have issued our report thereon dated February 28, 2013, which contained unqualified opinion on those financial statements. Our audit was conducted for the purpose of forming our opinions on the financial statements that collectively comprise the St. James Parish School Board's financial statements. The accompanying schedule of expenditures of federal awards is presented for the purpose of additional analysis as required by OMB Circular A-133, and is not required as a part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement. The information has been subjected to auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

The purpose of this report is solely to describe the scope of our testing of compliance with the types of compliance requirements applicable to each of St. James Parish School Board's major programs and our testing of internal control over compliance and the results of our testing, and to provide an opinion on St. James Parish School Board's compliance but not to provide an opinion on the effectiveness of St. James Parish School Board's internal control over compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering St. James Parish School Board's compliance with requirements applicable to each major program and its internal control over compliance. Accordingly, this report is not suitable for any other purpose.



Gonzales, Louisiana
February 28, 2013

ST. JAMES PARISH SCHOOL BOARD, LUTCHER, LOUISIANA**Schedule of Expenditures of Federal Awards****For the Year Ended June 30, 2012**

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor's Award Number	Federal Expenditures
Passed Through Louisiana Department of Education:			
National School Lunch	10.555	N/A	\$ 1,219,755
School Breakfast Program	10.553	N/A	565,849
Summer School Program	10.559	N/A	70,352
Passed Through Louisiana Department of Agriculture:			
Commodities Food Distribution	10.555	N/A	<u>125,916</u>
Total U.S. Department of Agriculture			<u>1,981,872</u>
U.S. Department of Education:			
Passed Through Louisiana Department of Education:			
Vocational Education Basic Grants to States	84.048	28-11-02-47	56,425
Improving America's Schools Act (IASA):			
Title I - Grants to Local Education Agencies	84.010	28-11-T1-47	1,089,132
Title II - Improving Teacher Quality State Grants	84.367	28-11-50-47	243,797
21st Century	84.287	N/A	158,406
Title III - English Language Acquisition Grants	84.365	28-11-60-47	5,803
Education Jobs Fund	84.410	28-11-EM-47	13,694
Reading First	84.357	28-09-EO-47	6,592
Adult Education - Basic Grants to States	84.002	N/A	<u>30,663</u>
Total U.S. Department of Education, carried forward			\$ <u>1,604,512</u>

ST. JAMES PARISH SCHOOL BOARD, LUTCHER, LOUISIANA**Schedule of Expenditures of Federal Awards****For the Year Ended June 30, 2012**

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor's Award Number	Federal Expenditures
<i>Total U.S. Department of Education, carried forward</i>			\$ 1,604,512
<i>U.S. Department of Education (continued):</i>			
Passed Through Louisiana			
Department of Education (continued):			
Individuals With Disabilities Education Act (IDEA):			
Special Education Part B:	84.027	28-11-B1-47	1,247,005
Preschool Incentive:	84.173	28-11-P1-47	54,930
Preschool Incentive, ARRA:	84.392	28-09-AP-47	34
Education Technology - TLTC	84.318	28-11-14-47	27,103
Education Technology - Connected Tech, ARRA	84.386	28-09-EH-47	14,379
<i>Total U.S. Department of Education</i>			2,947,963
<i>U.S. Department of Health and Human Services:</i>			
Passed Through Louisiana			
TANF	93.558	28-11-36-47	305,181
<i>Total U.S. Department of Health and Human Services</i>			305,181
<i>U.S. Department of Homeland Security:</i>			
Public Assistance Grant-FEMA	97.036	N/A	602,027
<i>Total U.S. Department of Homeland Security</i>			602,027
<i>U.S. Department of Defense:</i>			
ROTC Grant	none	N/A	133,355
<i>Total U.S. Department of Defense</i>			133,355
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 5,970,398

ST. JAMES PARISH SCHOOL BOARD
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2012

NOTE A – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of St. James Parish School Board and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

NOTE B – FOOD DISTRIBUTION

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed. At June 30, 2012, the organization had food commodities totaling \$29,059 in inventory.

NOTE C – RECONCILIATION TO FINANCIAL STATEMENTS

Total Federal Awards Expenditures per schedule	\$ 5,970,398
Expenditures reported in prior years	<u>313,965</u>
Total federal revenue (all funds) in the Statement of Revenues, Expenditures, and Changes in Fund Balance for the year ended June 30, 2012	<u>\$ 6,284,363</u>

ST. JAMES PARISH SCHOOL BOARD
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2012

SECTION I - SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? ☐ yes ☒ no
- Significant deficiency(ies) identified? ☒ yes ☐ none reported

Noncompliance material to financial statements noted?

☒ yes ☐ no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? ☐ yes ☒ no
- Significant deficiencies identified that are not considered to be material weaknesses? ☒ yes ☐ none reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?

☒ yes ☐ no

Identification of major programs:

CFDA Numbers

Name of Federal Program or Cluster

10.553/10.555/10.559
84.010
97.036

Child Nutrition Cluster
Title I/Title I-School Improvement
Public Assistance Grant - FEMA

Dollar threshold used to distinguish between type A and type B programs:

\$ 300,000

Auditee qualified as low-risk auditee?

☐ yes ☒ no

ST. JAMES PARISH SCHOOL BOARD
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2012

SECTION II – FINANCIAL STATEMENT FINDINGS

SIGNIFICANT DEFICIENCY

2012-01 Internal control over general ledger reconciling and reviewing

Criteria: Controls should exist over reconciling and reviewing general ledger accounts to supporting schedules and/or sub ledgers on a timely basis.

Condition: General ledger accounts were not reconciled or reviewed on a timely basis.

Effect: Because significant emphasis was not placed on ensuring account records were reconciled and reviewed timely, some financial reports were inaccurate and financial statements were not prepared on a timely basis.

Cause: The School Board did not have any independent individual monitoring or reviewing the timeliness of the year end reconciliations of general ledger accounts.

Recommendation: Management should establish procedures to assign an independent individual to review and monitor all reconciliations of the general ledger to ensure they are complete, accurate, and prepared on a timely basis.

Views of responsible officials and planned corrective actions: Procedures will be implemented to assign an independent individual to oversee and review the monthly reports and various reconciliations of the general ledger.

SECTION III – NONCOMPLIANCE FINDINGS

2012-02 Financial Statements

Criteria: LSA: RS24:513 A(5)(a)(i) states that financial statements shall be completed within six months of the close of the entity's fiscal year.

Condition: The School Board did not submit financial statements within six months of the close of the entity's fiscal year.

Cause: The School Board did not designate a responsible person to perform monthly reconciliations and general ledger recording to ensure that the accounting functions were being performed on a timely basis.

Effect: The School Board is in violation of Louisiana Revised Statute 24:513.

Recommendation: The School Board should prepare records in a timely manner to ensure financial statements are completed six months of the close of the fiscal year end.

ST. JAMES PARISH SCHOOL BOARD
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2012

SECTION III – NONCOMPLIANCE FINDINGS (continued)

Views of responsible officials and planned corrective actions: The School Board has designated individuals to perform reconciliations of the accounting records and general ledger to ensure that the financial statements are submitted timely.

SECTION IV – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

2012-03 REPORTING

DEPARTMENT OF HOMELAND SECURITY:

CFDA 97.036 – Public Assistance Grant (FEMA)

Criteria: Federal financial reports (SF-425) are required to be submitted to FEMA quarterly and semi-annually. Quarterly reports are to be submitted no later than 30 days after the end of each reporting period. Annual reports are to be submitted no later than 90 days after the end of each reporting period.

Condition: During our single audit testing, the quarterly and annual federal financial reports (S-425) for the period 7/1/2011 through 6/30/2012 were not filed by the School Board.

Cause: The School Board did not designate a responsible person to prepare the quarterly and annual federal financial reports (SF-425) to ensure that they were submitted timely.

Effect: The quarterly and annual federal financial reports (SF-425) for the period 7/1/2011 through 6/30/12 were not filed by the School Board.

Recommendation: Federal financial reports should be prepared and submitted on a quarterly and annual basis.

Views of responsible officials and planned corrective action: The School Board has designated an individual to prepare and submit the quarterly and annual federal financial report (SF-425).

ST. JAMES PARISH SCHOOL BOARD
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED JUNE 30, 2012

SECTION I - FINANCIAL STATEMENT FINDINGS

None

SECTION II - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None

SECTION III - MANAGEMENT LETTER COMMENTS

USER/SYSTEM ACCESS PROCEDURES

Finding: The School Board currently has multiple employees which have access to post journal entries to the general ledger, and modify pay rates, vacation, and sick accruals.

Management's Response: The School Board conducts reviews to determine user and system access needs and modifies current accesses as necessary. Additionally, one individual is assigned the responsibility for any user and system access changes after the initial review.

Current Status: Finding was resolved in current year.

ST. JAMES PARISH SCHOOL BOARD
ST. JAMES, LOUISIANA

Schedules Required by State Law (R.S. 24:514 - Performance and Statistical Data)
As of and for the Year Ended June 30, 2012

Schedule A - General Fund Instructional and Support Expenditures and Certain Local Revenue Sources

This schedule includes general fund instructional and equipment expenditures. It also contains local taxation revenue, earnings on investments, revenue in lieu of taxes, and nonpublic textbook and transportation revenue. This data is used either in the Minimum Foundation Program (MFP) formula or is presented annually in the MFP 70% Expenditure Requirement Report.

Schedule B - Education Levels of Public School Staff

This schedule includes the certificated and uncertificated number and percentage of full-time classroom teachers and the number and percentage of principals and assistant principal's with less than a Bachelor's; Master's; Master's +30; Specialist in Education; and Ph. D or Ed. D. degrees. This data is currently reported to the Legislature in the Annual Financial and Statistical Report (AFSR).

Schedule C - Number and Type of Public Schools

This schedule includes the number of elementary, middle/junior high, secondary and combination schools in operation during the fiscal year. This data is currently reported to the Legislature in the Annual Financial Statistical Report (AFSR).

Schedule D - Experience of Public Principals, Assistant Principals, and Full-time Classroom Teachers

This schedule includes the number of years of experience in teaching for assistant principals, principals, and full-time classroom teachers. This data is currently reported to the Legislature in the Annual Financial and Statistical Report (AFSR).

Schedule E - Public School Staff Data: Average Salaries

This schedule includes average classroom teachers salary using full-time equivalents, including and excluding ROTC and rehired retiree teachers. This data is currently reported to the Legislature in the Annual Financial and Statistical Report (AFSR).

Schedule F - Class Size Characteristics

This schedule includes the percent and number of classes with student enrollment in the following ranges: 1-20, 21-26, 27-33, and 34+ students. This data is currently reported to the legislature in the Annual School Report (ASR).

Schedule G - Louisiana Educational Assessment Program (LEAP)

This schedule represents student performance testing data and includes summary scores by district for grades 4 and 8 in each category tested. Scores are reported as Advanced, Proficient, Basic, Approaching Basic, and Unsatisfactory. This schedule includes three years of data.

Schedule H - The Graduation Exit Exam (GEE)

This schedule represents student performance testing data and includes summary scores by district for grades 10 and 11 in each category tested. Scores are reported as Advanced, Proficient, Basic, Approaching Basic, and Unsatisfactory. This schedule includes three years of data.

Schedule I - iLeap Tests

This schedule represents student performance testing data and includes a summary score for grades 3, 5, 6, 7 and 9 for each district. The summary score reported is the National Percentile Rank showing relative position or rank as compared to a large, representative sample of students in the same grade from the entire nation.

**Independent Accountants' Report
On Applying Agreed-Upon Procedures**

To the Members of the
St. James Parish School Board

Page 1 of 4

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of St. James Parish School Board and the Legislative Auditor, State of Louisiana, solely to assist users in evaluating management's assertions about the performance and statistical data accompanying the annual financial statements of St. James Parish School Board and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings relate to the accompanying schedules of supplemental information and are as follows:

General Fund Instructional and Support Expenditures and Certain Local Revenue Sources (Schedule A)
Procedure #1:

We selected a random sample of 25 transactions and reviewed supporting documentation to determine if the sampled expenditures/revenues are classified correctly and are reported in the proper amounts for each of the following amounts reported on the schedule:

- Total General Fund Instructional Expenditures,
- Total General Fund Equipment Expenditures,
- Total Local Taxation Revenue,
- Total Local Earnings on Investment in Real Property,
- Total State Revenue in Lieu of Taxes,
- Nonpublic Textbook Revenue, and
- Nonpublic Transportation Revenue.

Results of procedure # 1:

In performing the testing on the sample of expenditures/revenues, we noted no transactions that were inappropriately classified or were recorded at an inappropriate amount.

Education Levels of Public School Staff (Schedule B)

Procedure # 2

We reconciled the total number of full-time classroom teachers per the schedule "Experience of Public Principals and Full-time Classroom Teachers" (Schedule D) to the combined total number of full-time classroom teachers per this schedule and to school board supporting payroll records as of October 1st.

Results of Procedure # 2:

No differences were noted between the number of full-time classroom teachers per schedule D and schedule B, or between the schedules and the Oct. 1 payroll records.

Procedure # 3

We reconciled the combined total of principals and assistant principals per the schedule "Experience of Public Principals and Full-time Classroom Teachers" (Schedule D) to the combined total of principals and assistant principals per this schedule.

Results of procedure # 3

No differences were noted between the number of principals and assistant principals per schedule D and schedule B, or between the schedules and the Oct. 1 payroll records.

Procedure # 4

We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1st and as reported on the schedule. We traced a random sample of 25 teachers to the individual's personnel file and determine if the individual's education level was properly classified on the schedule.

Results of Procedure # 4:

In our sample of 25 employees, no discrepancies existed between the aforementioned listing and the schedule.

Number and Type of Public Schools (Schedule C)

Procedure # 5

We obtained a list of schools by type as reported on the schedule. We compared the list to the schools and grade levels as reported on the National School Lunch Program (CFDA 10.555) application.

Results of Procedure # 5:

We noted no discrepancies between the schools as listed in the National School Lunch Program application and the list supporting the schools represented in the schedule.

Experience of Public Principals and Full-time Classroom Teachers (Schedule D)

Procedure #6

We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1 and as reported on the schedule and traced the same sample used in procedure 4 to the individual's personnel file and determined if the individual's experience was properly classified on the schedule.

Results of Procedure # 6:

In our sample of 25 employees, no discrepancies existed between the aforementioned listing and the schedule.

Public Staff Data (Schedule E)

Procedure # 7

We obtained a list of all classroom teachers including their base salary, extra compensation, and ROTC or rehired retiree status as well as full-time equivalent as reported on the schedule and traced a random sample of 25 teachers to the individual's personnel file and determined if the individual's salary, extra compensation, and full-time equivalents were properly included on the schedule.

Results of procedure # 7:

In our sample of 25, the individual's salary, extra compensation and full-time equivalents were properly included on the schedule.

Procedure # 8

We recalculated the average salaries and full-time equivalents reported in the schedule.

Results of procedure # 8:

We noted no differences in the averages reported on the schedule and our calculations.

Class Size Characteristics (Schedule F)

Procedure # 9

We obtained a list of classes by school, school type, and class size as reported on the schedule and reconciled school type classifications to Schedule C data, as obtained in procedure 5. We then traced a random sample of 10 classes to the October 1st roll books for those classes and determined if the class was properly classified on the schedule.

Results of Procedure # 9

In our sample of 10 classes, no discrepancies in the class size classifications were noted.

Louisiana Educational Assessment Program (LEAP) for the 21st Century (Schedule G)

Procedure # 10

We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the St. James Parish School Board.

Results of Procedure # 10:

No differences were noted.

The Graduation Exit Exam for the 21st Century (Schedule H)

Procedure # 11

We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the St. James Parish School Board.

Results of Procedure #11

We noted no differences in the scores reported in the schedule compared to the test scores provided by the testing authority.

The iLeap Tests (Schedule I)

Procedure # 12

We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the St. James Parish School Board.

Results of Procedure # 12

No differences were noted.

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of St. James Parish School Board, the Louisiana Department of Education, the Louisiana Legislature, and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Patricia A. Metterville

Gonzales, Louisiana

February 28, 2013

Schedule A

**ST. JAMES PARISH SCHOOL BOARD
LUTCHER, LOUISIANA**
**General Fund Instructional and Support Expenditures
and Certain Local Revenue Sources
For the Year Ended June 30, 2011-2012**
General Fund Instructional and Equipment Expenditures**General Fund Instructional Expenditures:****Teacher and Student Interaction Activities:**

Classroom Teacher Salaries	\$ 17,943,604	
Other Instructional Staff Activities		
Employee Benefits	6,788,779	
Purchased Professional and Technical Services	382,660	
Instructional Materials and Supplies	1,494,088	
Instructional Equipment	189,086	
Total Teacher and Student Interaction Activities		\$ 26,778,217

Other Instructional Activities		61,437
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Pupil Support Activities	2,900,299	
Less: Equipment for Pupil Support	-	
Net Pupil Support Activities		2,900,299

Instructional Staff Services	2,247,828	
Less: Equipment for Instructional Staff Services	-	
Net Instructional Staff Services		2,247,828

School Administration	3,265,791	
Less: Equipment for School Administration	-	
Net School Administration		3,265,791

Total General Fund Instructional Expenditures		\$ 35,253,572
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Total General Fund Equipment Expenditures		\$ 294,783
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Certain Local Revenue Sources**Local Taxation Revenue:**

Constitutional Ad Valorem Taxes	\$ 1,641,831
Renewable Ad Valorem Tax	12,809,609
Debt Service Ad Valorem Tax	4,102,246
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes	452,240
Sales and Use Taxes	18,100,976
Total Local Taxation Revenue	\$ 37,106,902

Local Earnings on Investment in Real Property

Earnings from 16th Section Property	\$ 1,053
Earnings from Other Real Property	-

State Revenue in Lieu of Taxes:

Revenue Sharing - Constitutional Tax	\$ 37,287
Revenue Sharing - Other Taxes	52,137
Revenue Sharing - Excess Portion	-
Other Revenue in Lieu of Taxes	-
Total State Revenue in Lieu of Taxes	\$ 89,424

Nonpublic Textbook Revenue	\$ 6,153
Nonpublic Transportation Revenue	-

Schedule B

**ST. JAMES PARISH SCHOOL BOARD
LUTCHER, LOUISIANA**

**Education Levels of Public School Staff
As of October 1, 2011
For the Year Ended June 30, 2012**

Category	Full-time Classroom Teachers				Principals & Assistant Principals			
	Certificated		Uncertificated		Certificated		Uncertificated	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than a Bachelor's Degree	1	0.33%	2	40.00%	0	0.00%	0	0.00%
Bachelor's Degree	216	70.59%	2	40.00%	0	0.00%	0	0.00%
Master's Degree	81	19.93%	1	20.00%	7	36.85%	0	0.00%
Master's Degree + 30	25	8.17%	0	0.00%	11	57.89%	0	0.00%
Specialist in Education	2	0.65%	0	0.00%	1	5.26%	0	0.00%
Ph. D. or Ed. D.	1	0.33%	0	0.00%	0	0.00%	0	0.00%
Total	306	100.00%	5	100.00%	19	100.00%	0	0.00%

**ST. JAMES PARISH SCHOOL BOARD
LUTCHER, LOUISIANA****Number and Type of Public Schools
For the Year Ended June 30, 2012**

Type	Number
Elementary	7
Middle/Jr. High	0
Secondary	2
Combination	2
Total	11

Note: Schools opened or closed during the fiscal year are included in this schedule.

Schedule D**ST. JAMES PARISH SCHOOL BOARD
LUTCHER, LOUISIANA**

**Experience of Public Principals, Assistant Principals, and Full-time Classroom Teachers
As of October 1, 2011
For the Year Ended June 30, 2012**

	0-1 Yr.	2-3 Yrs.	4-10 Yrs.	11-14 Yrs.	15-19 Yrs.	20-24 Yrs.	25+ Yrs.	Total
Assistant Principals	0	0	0	1	0	3	4	8
Principals	0	0	0	1	1	2	7	11
Classroom Teachers	21	36	91	57	39	24	43	311
Total	21	36	91	59	40	29	54	330

**ST. JAMES PARISH SCHOOL BOARD
LUTCHER, LOUISIANA**

**Public School Staff Data: Average Salaries
For the Year Ended June 30, 2012**

	All Classroom Teachers	Classroom Teachers Excluding ROTC and Rehired Retirees
Average Classroom Teachers Salary Including Extra Compensation	\$ 52,994	\$ 53,204
Average Classroom Teachers Salary Excluding Extra Compensation	\$ 50,975	\$ 51,030
Number of Teacher Full-Time Equivalents (FTEs) used in Computation of Average Salaries	309	273

Note: Figures reported include all sources of funding (i.e., federal, state, and local) but exclude employee benefits. Generally, retired teachers rehired to teach receive less compensation than non-retired teachers; some teachers may have been flagged as receiving reduced salaries (e.g., extended medical leave); and ROTC teachers usually receive more compensation because of a federal supplement. For these reasons, these teachers are excluded from the computation in the last column. This schedule excludes day-to-day substitutes, temporary employees, and any teachers on sabbatical leave during any part of the school year.

**ST. JAMES PARISH SCHOOL BOARD
LUTCHER, LOUISIANA**

**Class Size Characteristics
As of October 1, 2011
For the Year Ended June 30, 2012**

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	84.2%	809	15.8%	152	0.0%	0	0.0%	0
Elementary Activity Classes	75.9%	88	19.8%	23	3.4%	4	0.9%	1
High	75.6%	710	18.5%	174	5.9%	55	0.0%	0
High Activity Classes	94.6%	124	3.1%	4	2.3%	3	0.0%	0
Combination	0.0%	0	0.0%	0	0.0%	0	0.0%	0
Combination Activity Classes	100.0%	1	0.0%	0	0.0%	0	0.0%	0

Note: The Board of Elementary and Secondary Education has set specific limits on the maximum size of classes at various grade levels. The maximum enrollment in grades K-3 is 26 students and maximum enrollment in grades 4-12 is 33 students. These limits do not apply to activity classes such as physical education, chorus, band, and other classes without maximum enrollment standards. Therefore, these classes are included only as separate line items.

Schedule G

ST. JAMES PARISH SCHOOL BOARD
LUTCHER, LOUISIANALouisiana Educational Assessment Program (LEAP)
For the Year Ended June 30, 2012

District Achievement Level Results	English Language Arts						Mathematics					
	2012		2011		2010		2012		2011		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 4												
Advanced	21	7.24%	19	7.25%	7	2.45%	38	13.10%	28	10.53%	13	4.53%
Mastery	82	28.28%	61	23.28%	50	17.48%	62	21.39%	62	23.31%	60	20.91%
Basic	149	51.37%	129	49.24%	154	53.85%	139	47.93%	120	45.11%	125	43.55%
Approaching Basic	26	8.97%	40	15.27%	51	17.83%	38	12.41%	37	13.91%	55	19.16%
Unsatisfactory	12	4.14%	13	4.98%	24	8.39%	15	5.17%	19	7.14%	34	11.85%
Total	290	100.00%	262	100.00%	288	100.00%	290	100.00%	288	100.00%	287	100.00%

District Achievement Level Results	Science						Social Studies					
	2012		2011		2010		2012		2011		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 4												
Advanced	28	9.62%	5	1.91%	8	2.76%	10	3.44%	13	4.96%	4	1.38%
Mastery	57	19.58%	45	17.16%	38	13.10%	46	15.81%	60	22.90%	56	19.31%
Basic	142	48.80%	144	54.96%	155	53.45%	172	59.11%	151	57.63%	155	53.45%
Approaching Basic	53	18.21%	60	22.90%	68	23.45%	49	16.84%	26	9.93%	52	17.93%
Unsatisfactory	11	3.78%	8	3.05%	21	7.24%	14	4.80%	12	4.58%	23	7.93%
Total	291	100.00%	262	100.00%	290	100.00%	291	100.00%	262	100.00%	290	100.00%

District Achievement Level Results	English Language Arts						Mathematics					
	2012		2011		2010		2012		2011		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 8												
Advanced	8	2.01%	15	5.28%	10	3.15%	17	5.67%	20	7.04%	15	4.73%
Mastery	52	17.38%	34	11.97%	32	10.09%	21	7.00%	11	3.87%	15	4.73%
Basic	110	36.78%	113	39.78%	137	43.22%	136	45.33%	122	42.96%	149	47.01%
Approaching Basic	100	33.44%	95	33.45%	108	34.07%	73	24.33%	68	23.24%	88	27.76%
Unsatisfactory	31	10.37%	27	9.51%	30	9.47%	53	17.67%	65	22.89%	50	15.77%
Total	298	100.00%	284	99.99%	317	99.99%	300	100.00%	284	99.99%	317	100.00%

District Achievement Level Results	Science						Social Studies					
	2012		2011		2010		2012		2011		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 8												
Advanced	3	1.00%	1	0.36%	3	0.93%	1	0.33%	1	0.38%	0	0.00%
Mastery	40	13.38%	26	9.22%	18	5.57%	21	7.02%	16	5.36%	17	5.25%
Basic	89	29.77%	105	37.23%	121	37.48%	122	40.80%	120	42.40%	135	41.67%
Approaching Basic	115	38.46%	77	27.30%	128	39.63%	95	31.77%	74	26.15%	103	31.79%
Unsatisfactory	52	17.39%	73	25.89%	53	16.41%	60	20.07%	70	24.73%	69	21.29%
Total	299	100.00%	282	100.00%	323	100.00%	299	99.99%	283	100.01%	324	100.01%

Schedule H

**ST. JAMES PARISH SCHOOL BOARD
LUTCHER, LOUISIANA**

**Graduation Exit Examination (GEE)
For the Year Ended June 30, 2012**

District Achievement Level Results	English Language Arts						Mathematics					
	2012		2011		2010		2012		2011		2010	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 10												
Advanced	0	0.00%	0	0.00%	1	0.41%	0	0.00%	43	17.00%	33	13.75%
Mastery	0	0.00%	17	6.75%	28	11.57%	0	0.00%	48	18.97%	49	20.42%
Basic	1	4.17%	128	50.00%	121	50.00%	2	18.17%	108	41.90%	108	45.00%
Approaching Basic	7	29.16%	70	27.78%	62	25.62%	0	0.00%	34	13.43%	31	12.91%
Unsatisfactory	18	68.67%	39	15.47%	30	12.40%	9	81.82%	22	8.69%	19	7.91%
Total	24	100.00%	252	100.00%	242	100.00%	11	100.00%	253	100.00%	240	100.00%

District Achievement Level Results	Science						Social Studies					
	2011		2010		2009		2011		2010		2009	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 11												
Advanced	8	2.80%	7	3.15%	4	1.57%	4	1.67%	4	1.80%	2	0.79%
Mastery	8	2.80%	25	11.27%	32	12.61%	4	1.67%	11	4.98%	14	5.51%
Basic	107	50.00%	103	46.40%	112	44.09%	136	58.67%	110	49.55%	142	55.91%
Approaching Basic	61	28.50%	53	23.87%	68	26.77%	63	26.25%	55	24.77%	49	19.29%
Unsatisfactory	34	15.89%	34	15.32%	38	14.97%	33	13.75%	42	18.92%	47	18.50%
Total	214	100.00%	222	100.00%	254	100.00%	240	100.00%	222	100.00%	254	100.00%

**ST. JAMES PARISH SCHOOL BOARD
LUTCHER, LOUISIANA**
/Leap Tests
For the Year Ended June 30, 2012

District Achievement Results	Level	English Language Arts		Mathematics		Science		Social Studies	
		2010		2010		2010		2010	
Students		Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 3									
Advanced		10	3.6%	8	2.9%	10	3.6%	3	1.1%
Mastery		60	21.6%	46	16.5%	44	15.8%	48	17.3%
Basic		138	49.6%	138	49.6%	141	50.7%	145	52.3%
Approaching Basic		44	15.8%	54	19.5%	70	25.2%	55	19.9%
Unsatisfactory		26	9.4%	32	11.5%	13	4.7%	26	9.4%
Total		278	100.0%	278	100.0%	278	100.0%	277	100.0%

District Achievement Results	Level	English Language Arts		Mathematics		Science		Social Studies	
		2010		2010		2010		2010	
Students		Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 5									
Advanced		4	1.6%	16	6.2%	6	2.3%	8	3.1%
Mastery		38	14.8%	41	15.9%	39	15.1%	38	14.7%
Basic		128	49.8%	122	47.3%	121	48.9%	141	54.7%
Approaching Basic		73	28.4%	44	17.1%	75	29.1%	44	17.1%
Unsatisfactory		14	5.4%	35	13.5%	17	6.6%	27	10.4%
Total		257	100.0%	258	100.0%	258	100.0%	258	100.0%

District Achievement Results	Level	English Language Arts		Mathematics		Science		Social Studies	
		2010		2010		2010		2010	
Students		Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 6									
Advanced		6	2.4%	14	5.6%	3	1.2%	11	4.3%
Mastery		49	19.5%	43	17.1%	46	18.2%	32	12.6%
Basic		134	53.4%	112	44.4%	108	42.7%	113	44.7%
Approaching Basic		49	19.5%	58	23.0%	84	33.2%	63	24.9%
Unsatisfactory		13	5.2%	25	9.9%	12	4.7%	34	13.5%
Total		251	100.0%	252	100.0%	253	100.0%	253	100.0%

District Achievement Results	Level	English Language Arts		Mathematics		Science		Social Studies	
		2010		2010		2010		2010	
Students		Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7									
Advanced		5	1.9%	5	1.9%	2	0.8%	2	0.8%
Mastery		30	11.5%	21	8.0%	27	10.3%	17	6.5%
Basic		124	47.3%	144	55.2%	111	42.5%	138	52.9%
Approaching Basic		83	31.7%	54	20.7%	92	35.2%	70	26.8%
Unsatisfactory		20	7.6%	37	14.2%	29	11.2%	34	13.0%
Total		262	100.0%	261	100.0%	261	100.0%	261	100.0%

District Achievement Results	Level	English Language Arts		Mathematics	
		2010		2010	
Students		Number	Percent	Number	Percent
Grade 9					
Advanced		1	0.3%	21	7.3%
Mastery		32	11.1%	34	11.8%
Basic		140	48.4%	144	50.0%
Approaching Basic		89	30.8%	59	20.5%
Unsatisfactory		27	9.4%	30	10.4%
Total		289	100.0%	288	100.0%

iLEAP Tests (continued)

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 3								
Advanced	14	4.7%	27	9.2%	13	4.4%	15	5.1%
Mastery	65	22.0%	53	18.0%	53	18.0%	47	15.9%
Basic	142	48.1%	135	45.8%	136	46.1%	151	51.2%
Approaching Basic	51	17.3%	53	18.0%	66	22.4%	56	19.0%
Unsatisfactory	23	7.9%	27	9.0%	27	9.1%	26	8.8%
Total	295	100.0%	295	100.0%	295	100.0%	295	100.0%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 5								
Advanced	6	2.2%	15	5.4%	10	3.6%	8	2.9%
Mastery	44	16.0%	21	7.6%	49	17.8%	34	12.3%
Basic	130	47.3%	135	48.9%	112	40.6%	147	53.3%
Approaching Basic	79	28.7%	40	14.5%	85	30.8%	60	21.7%
Unsatisfactory	16	5.8%	65	23.6%	20	7.2%	27	9.8%
Total	275	100.0%	276	100.0%	276	100.0%	276	100.0%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 6								
Advanced	8	3.1%	21	8.0%	7	2.7%	13	4.9%
Mastery	44	16.9%	36	13.8%	38	14.4%	21	8.0%
Basic	157	60.2%	146	55.9%	150	57.0%	140	53.2%
Approaching Basic	42	16.1%	36	13.8%	52	19.8%	61	23.2%
Unsatisfactory	10	3.7%	22	8.5%	16	6.1%	28	10.7%
Total	261	100.0%	261	100.0%	263	100.0%	263	100.0%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7								
Advanced	9	3.7%	7	2.9%	2	0.8%	0	0.0%
Mastery	35	14.3%	44	18.0%	26	10.6%	22	8.9%
Basic	124	50.8%	112	45.7%	130	52.8%	138	56.1%
Approaching Basic	63	25.8%	58	23.7%	62	25.2%	51	20.7%
Unsatisfactory	13	5.4%	24	9.7%	26	10.6%	35	14.3%
Total	244	100.0%	245	100.0%	246	100.0%	246	100.0%

District Achievement Level Results	English Language Arts		Mathematics	
	2011		2011	
Students	Number	Percent	Number	Percent
Grade 9				
Advanced				
Mastery				
Basic				
Approaching Basic				
Unsatisfactory				
Total				

Please note that the grade 9 iLEAP has been dropped by the Department of Education, everything at that level was moved to end of course testing. The Department of Education will be reviewing End of Course Testing and its potential inclusion for Assurance purposes in time for Assurance submissions next year.

iLEAP Tests (continued)

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2012		2012		2012		2012	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 3								
Advanced	4	4.0%	8	7.9%	5	5.0%	0	0.0%
Mastery	24	23.8%	21	20.8%	22	21.7%	20	20.2%
Basic	47	46.5%	45	44.6%	51	50.5%	48	48.5%
Approaching Basic	17	16.8%	19	18.8%	19	18.8%	21	21.2%
Unsatisfactory	9	8.9%	8	7.9%	4	4.0%	10	10.1%
Total	101	100.0%	101	100.0%	101	100.0%	99	100.0%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2012		2012		2012		2012	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 5								
Advanced	2	2.0%	9	9.1%	4	4.0%	2	2.0%
Mastery	20	19.8%	13	13.1%	15	14.9%	14	14.0%
Basic	52	51.5%	46	46.5%	50	49.5%	47	47.0%
Approaching Basic	18	17.8%	20	20.2%	26	25.7%	21	21.0%
Unsatisfactory	9	8.9%	11	11.1%	6	5.9%	16	16.0%
Total	101	100.0%	99	100.0%	101	100.0%	100	100.0%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2012		2012		2012		2012	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 6								
Advanced	3	3.0%	7	6.9%	3	3.0%	6	6.1%
Mastery	14	14.0%	18	17.8%	18	18.0%	10	10.1%
Basic	60	60.0%	54	53.5%	47	47.0%	54	54.5%
Approaching Basic	19	19.0%	13	12.9%	28	28.0%	22	22.2%
Unsatisfactory	4	4.0%	9	8.9%	4	4.0%	7	7.1%
Total	100	100.0%	101	100.0%	100	100.0%	99	100.0%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2012		2012		2012		2012	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7								
Advanced	2	2.0%	7	7.1%	2	2.0%	3	3.0%
Mastery	18	18.0%	17	17.2%	22	22.0%	16	16.2%
Basic	53	53.0%	52	52.5%	44	44.0%	54	54.5%
Approaching Basic	21	21.0%	14	14.1%	26	26.0%	17	17.2%
Unsatisfactory	6	6.0%	9	9.1%	6	6.0%	9	9.1%
Total	100	100.0%	99	100.0%	100	100.0%	99	100.0%

District Achievement Level Results	English Language Arts		Mathematics	
	2012		2012	
Students	Number	Percent	Number	Percent
Grade 9				
Advanced				
Mastery				
Basic				
Approaching Basic				
Unsatisfactory				
Total	0	0.0%	0	0.0%

Please note that the grade 9 iLEAP has been dropped by the Department of Education, everything at that level was moved to end of course testing. The Department of Education will be reviewing End of Course Testing and its potential inclusion for Assurance purposes in time for Assurance submissions next year.

Dr. Alonzo Luce
Superintendent

Charles Nailor, Sr.
Board President
District 6

Kenneth Foret
Vice President
District 2



ST. JAMES
PARISH SCHOOLS
Inspiring Hope and Purpose

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Diana Cantillo, District 1
Carol Lambert, District 3
George Nassar, District 4
Patricia Schexnayder,
District 5
Richard Reulet, District 7

CORRECTIVE ACTION PLAN

February 28, 2013

Louisiana Legislative Auditor

St. James Parish School Board respectfully submits the following corrective action plan for the year ended June 30, 2012.

Name and address of independent public accounting firm: Postlethwaite & Netterville, APAC
326 E. Cornerview
Gonzales, LA 70737

Audit period: July 1, 2011 – June 30, 2012

The findings from the February 28, 2013 schedule of findings and questioned costs are discussed below.

FINDINGS AND QUESTIONED COSTS

2012-01 Internal Control over general ledger reconciling and reviewing

Recommendation Management should establish procedures to assign an independent individual to monitor and review all reconciliations of the general ledger to ensure they are complete, accurate, and prepared on a timely basis.

Action taken Procedures have been implemented to assign an independent individual to oversee and review the monthly reports and various reconciliations of the general ledger.

2012-02 Financial Statements

Recommendation The School Board should prepare records in a timely manner to ensure financial statements and reports are completed six months of the close of the fiscal year end.

Action taken The School Board has designated individuals to perform reconciliations of the accounting records and general ledger to ensure that the financial statements are submitted timely.

2012-03 Reporting

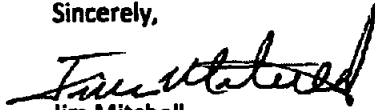
Department of Homeland Security: CFDA 97.036 Public Assistance Grant – FEMA

Recommendation Federal financial reports should be prepared and submitted on a quarterly and annual basis.

Action taken The School Board has designated an individual to prepare and submit the quarterly and annual federal financial report (SF-425).

If the Louisiana Legislative Auditor has questions regarding this plan, please call Jim Mitchell at (225) 258-4520.

Sincerely,

A handwritten signature in black ink, appearing to read "Jim Mitchell", is written over a horizontal line.

Jim Mitchell

Administrative Director of Business Operations